



News for Immediate Release :

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Electrofuel Raises U.S. \$ 30 Million in Private Placement

Toronto, January 14, 2000 -- Electrofuel Inc. announced today that it has raised U.S. \$ 30 Million in a private placement.

Electrofuel will use the proceeds, primarily, to expand production of the Company's flagship product the PowerPad 160™ as well as to develop new products based on its Lithium Ion SuperPolymer™ battery technology.

Electrofuel recently launched the PowerPad 160™, and since that time has generated considerable media coverage, won several awards, and received interest from a range of industries. The PowerPad 160™ is based on Electrofuel's patented Lithium Ion SuperPolymer™ rechargeable battery technology. The Company believes that the PowerPad 160™ stores significantly more energy than any other rechargeable battery currently available commercially. In repeated tests the PowerPad 160™ has run laptop computers longer than 15 hours. Other commercially rechargeable batteries typically run four to six hours.

Dr. Sankar Das Gupta, President and CEO of Electrofuel Inc., said: "The funding enables us to ramp up production to meet the very significant demand for the PowerPad 160™. The money will also enable us to address the market opportunities for variations on the fundamental technology. We are pleased that the financial market shares our vision of the potential in the technology."

About Electrofuel

Electrofuel Inc. is engaged in the development, commercialization, manufacturing and marketing of its Lithium Ion SuperPolymer™ rechargeable battery technology. Electrofuel intends to commercially exploit this technology in applications ranging from portable computers and cellular phones to electric cars and solar energy storage.

The securities have not been registered under the United States Securities Act of 1933, and may not be offered or sold in the United States unless an exemption from registration is available.