



Electrovaya Signs Agreements for Electric Cars and Batteries in Norway

Mississauga, Ontario – September 3, 2008 – Electrovaya: (EFL:TSX) today announced that it has signed a revised term sheet agreement with Miljobil for electric car battery production in Norway whereby Electrovaya will be providing its critical enabling *Lithium Ion SuperPolymer*® battery technology. The electric car will be marketed globally. Electrovaya will receive equity in the automotive company, along with a license fee and a royalty fee based on the value of the battery.

About Electrovaya Inc.

Electrovaya (TSX: EFL) is a developer and manufacturer of portable power solutions with its proprietary *Lithium Ion SuperPolymer*® battery technology. Its goal is to become the preferred provider of portable power to mobile computing, aerospace, defense and wireless sectors, and the developer of alternative energy applications including UPS, stand-by power, plug-in hybrids and Zero-Emission Vehicles. The Company's shares trade on the Toronto Stock Exchange under the symbol EFL.

For more information about the Company and its products, please visit our website at www.electrovaya.com.

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Forward-Looking Statements

This news release may contain forward-looking statements that involve a number of risks and uncertainties, including statements regarding the outlook for the Company's business and results of operations. Risks are outlined in the Company's MD&A for the quarter ending June 30, 2008 and are set forth in public disclosure documents filed with Canadian regulatory authorities. By nature, these risks and uncertainties could cause actual results to differ materially from those indicated. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.