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## **SION Power Announces Move to New, Larger Facility**

| SION Power is pleased to announce the expansion of its operation in Tucson, AZ. SION, the global leader in the development of the new high energy, lithium sulfur (Li-S) rechargeable battery technology will relocate to a new 67,000 square foot facility. This represents nearly doubling total floor space over SION's current facility, including a 100% increase in dry room space.

The relocation is part of an expanded R&D and pilot production effort by the company. Included in the new operation will be proprietary high speed vacuum deposition technology to enhance anode performance, new cathode mixing and coating systems and an increase in cell and battery testing capability.

| "This is an exciting time for SION Power" said Dennis Mangino, Ph.D., SION's CEO. "This expansion underscores the long term commitment of our investors and will accelerate the development and commercialization of our Li-S battery technology." Military portable power and electric vehicles are two key markets for SION's Li-S, high energy battery technology.

SION is currently adding scientists and engineers in the areas of vacuum deposition and slurry coating to complement the new equipment and facility additions. The relocation | should be completed by January 2008. Total capital expenditure will exceed \$15 million.

*SION Power Corporation*, an innovative battery company headquartered in Tucson, Arizona, is creating a new class of electrochemical energy storage products based on proprietary lithium sulfur (Li-S) rechargeable battery chemistry. SION Power holds 66 patents related to this new battery. The Company has 50 employees, including 8 | Ph.D.s, and is dedicated to true "Next Generation" battery technology. For additional information, please contact Mark Jost at (520) - 799 - 7643 or via email at | [mark.jost@sionpower.com](mailto:mark.jost@sionpower.com). Please visit SION's website at [www.sionpower.com](http://www.sionpower.com)