

Electro Power Systems raises approximately €14.2 million through its Initial Public Offering on Euronext Paris

Paris, 21 April 2015 – Electro Power Systems (“EPS”) (mnemonic: EPS, ISIN FR 0012650166), the forerunner in smart hydrogen-based systems for energy storage, announces today its initial public offering on the regulated market of Euronext Paris, compartment C.

The price of the open price offering (the “OPO”) and of the global placement has been set at €7.30 per share. In total, the amount of new shares issued as part of the offering amounts to 1,941,177 (representing approximately 75% of the shares initially offered) allowing a capital increase of circa €14.2M which could reach €14.7M in case of full exercise of the Overallotment Option and corresponding to the issuance of 77,044 additional new shares.

EPS’ CEO, Carlalberto Guglielminotti, stated: *“The success of Electro Power Systems’ IPO on the regulated market of Euronext Paris praises our ambition to become a key player in the Energy Transition.*

This success demonstrates the confidence of investors in our growth prospects. Thanks to the backing of its shareholders and its unique positioning, EPS is in a strong position to pursue its development to unlock the Energy Transition with cost-effective and accessible storage solutions.”

The primary purpose of EPS’ IPO on Euronext Paris is to allow EPS to accelerate the implementation of its three strategic pillars:

- Accelerate commercialization of the energy storage systems to final consumers;
- Develop the energy storage market at grid and smart grid level;
- Be a key player in the Energy Transition by deploying off-the-grid distributed generation at a lower cost than traditional generation.

The new shares included in the Offering will be allocated as follows:

- Global Placement: 1,827,488 shares have been allocated, representing, circa €13.3 million and 90.55% of the total amount of the offered shares.
- Open price offering: 190,733 shares have been allocated, representing circa €1.4 million and 9.45% of the total amount of offered shares.
- Break down of the Open Price Offering in France: fraction of order A1 up to 100%, fraction of order A2 up to 100%.

Société Générale, acting as underwriter or any other entity acting on its behalf may, without being under any obligation and with the option to terminate at any time, for a period of 30 days starting from the date that the offer price is set, which according to the indicative timeline is 21 April to 20 May 2015 trade for the purpose of stabilizing the market in EPS shares, in compliance with applicable laws and regulations and in particular EC Regulation 2273/2003 of the Commission of 22 December 2003. Trades conducted for these purposes are intended to support the market price of EPS shares and may affect their price.

Timetable of the transaction – next steps:

- 22 April 2015: Beginning of trading of the Existing Shares and, in the form of preliminary share agreements (until 23 April 2015 inclusive), of the New Shares of the Company on Euronext Paris

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- 23 April 2015: Settlement-delivery of the OPO and of the Global Placement
- 24 April 2015: Beginning of trading of the Company's New Shares on Euronext Paris
- 20 May 2015: End of the stabilisation period, as the case may be. Deadline for the exercise of the Overallotment Option. Publication of a press release indicating the number of Additional New Shares as well as the overall result of the Offering.

As a reminder, the Group's main assets are:

- An hydrogen based technology, vertically integrated and adaptable;
- A clean and economical energy storage solution (300-500 €/kWH), when coupled with renewable energy sources can reduce the cost of electricity down to 0.15 €/kWH, for the final users;
- A reliable technology with more than 31.7MWh installed;
- A know-how and an expertise difficult to reproduce with more than 16 million hours of field operations.

Electro Power Systems addresses the number one technological challenge of the Energy Transition: Energy Storage

EPS has developed ElectroSelf™, a self-recharging hydrogen battery, for residential or grid-scale uses, at a cost lower than the comparable solutions presently on the market.

Our unique technology enables storage and delivers hydrogen power for the sustainable use of clean energy. Our energy storage solution, coupled with renewable sources can provide sufficient power supply to ensure electrical independence: our technology is clean, it is CO2 free and can offer a lower cost of electricity than most traditional solutions, such as fossil fuel generation.

EPS has therefore developed a clean and accessible solution to convert energy in a way that can be stocked and reused when needed by final users whether they are energy providers or grid managers.

Completion of the Contribution agreement of the EPS Italy shares to EPS

As part of the plan to admit EPS shares to trading on Euronext Paris, the shareholders of EPS Italy simultaneously contributed to EPS all of the shares comprising the share capital of EPS Italy (the « **Contribution agreement** »).

The contribution agreement signed on 26 March 2015 provided that: (i) the Contribution would be valued at the subscription price of the shares of EPS issued on Euronext Paris; and (ii) the completion of the Contribution would be notably subject to the issuance, immediately after the setting of the subscription price of the shares by the Board of Directors of EPS, of an additional report of the contributions auditor concluding, in view of the value of the Contribution based on the subscription price of the shares, to the absence of overvaluation of the Contribution

The contribution appraiser concluded in its supplementary report that, as of this day:

« On the basis of my works and on the date of this report, I am of the opinion that the value of the contributions used, corresponding to 5 times the Offer Price per Contributed Share, or 7.3 euros, is not overvalued and, in consequence thereof, is at least equal to the amount of the share capital increase of the beneficiary company of the contributions plus, as appropriate, the contribution premium. »

The Contribution was effected immediately after the pricing of the capital increase of EPS has been determined by the Board of Directors for the purpose of the IPO.

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Shareholders

Shareholder	After the Global Offering (Assuming the over-allotment option is fully exercised)	
	Number of shares held	% of share capital and voting rights
360 Capital One S.C.A. – SICAR	2,253,367	31.2%
Prima Electro S.p.A.	1,433,464	19.8%
Ersel Asset Management S.G.R. S.p.A. / EIC	902,438	12.5%
Brighton NC Machine Corporation	502,520	7.0%
77 Holding S.r.L.	294,925	4.1%
Dipifin S.r.L.	252,845	3.5%
Electro S.r.L.	21,196	0.3%
Dirigeants et salariés de la société	72,783	1.0%
Public	1,490,958	20.6%
Total	7,224,496	100.0%

NB : The historical shareholders have subscribed a total of 527,263 shares, representing a global approximately 3.8 million euros, including the irrevocable commitment of the Main Shareholders to place a subscription order amounting to €1.5 million in the Global Placement.

Global Coordinator, Lead Manager and Bookrunner

Société Générale Corporate & Investment Banking



Joint Lead Manager

Banca Intermobiliare di Investimenti e Gestioni S.p.A.



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About Electro Power Systems

Electro Power Systems (EPS) is a forerunner in smart hydrogen-based systems for energy storage. EPS offers the market's most accessible and cleanest solutions through its self-recharging technology vertically integrated into an open architecture. The solutions developed by EPS are coupled with the traditional ICT and electric grid and enable intelligent, scalable and sustainable distributed generation and energy management. EPS' systems storage capacity (10kWh up to 100 MWh) is a response to Energy Transition related-issues ranging from the auxiliary power supply (backup for telecom towers and data

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Press release

centers) to solutions for supporting the electricity grid for transmission and distribution (smart grids and renewables' integration) and finally to leverage a distributed generation model with a full off-grid infrastructure.

Founded in 2005, the Group has facilities in Moncalieri (Turin) and Aosta in Italy and, together with BNC Corp., in Brighton, Michigan (USA). In the last three years, the Group was named "World Technology Pioneer" by the World Economic Forum in 2012; added to the 100 Cleantech Global list by the Cleantech Group in 2012; selected for the 2014 Cleantech Forum in San Francisco; highlighted as a growing success story at the Cleantech Forum in Rotterdam; selected for the 2015 Tech Tour Growth Forum of Geneva and Lausanne.

For more information www.electropowersystems.com

Prospectus

A Prospectus in the French language has been prepared (consisting of (i) a Document de Base registered with the AMF on March 17 under no. I.15-012 and (ii) a Securities Note including the summary of the Prospectus) and has received visa no. 15-142 dated April 7 from the AMF. This Prospectus includes a section describing certain risk factors relating to the Company and the Offering. This Prospectus is available on the AMF website (www.amf-france.org) and on the Company's website www.electropowersystems.com and may be obtained free of charge from Electro Power Systems). Potential investors should review the risk factors described in the Prospectus. Electro Power Systems would also like to draw the public's attention to the fact that the Company has only incurred financial losses in the past.

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