



PRESS RELEASE

GS Yuasa Lithium Power announces a development contract award with the US Army TARDEC.

September 25, 2007

Alpharetta, GA- September 25, 2007 - GS Yuasa Lithium Power today announced a development contract award from TARDEC for Li ion battery modules for HEV applications. These modules are a potential precursor to development of an HEV Power System for the U.S. Army's next generation Ground Vehicles.

The modules will be assembled using GS Yuasa's High Powered Li ion cells. The cells will be assembled into modules with battery management electronics at GYLP's Alpharetta based facility. TARDEC is evaluating the GS Yuasa Li ion Technology for development of a complete HEV battery system.

TARDEC develops and integrates the right technology solutions to improve the effectiveness of the current force and realize the superior capability of the future force in order to facilitate Army transformation. Its technical staff leads research in ground vehicle survivability, mobility, intelligent systems, and maneuver support and sustainment.

Jeff Cason, VP of Sales for GS Yuasa Lithium Power, noted the significance of "our initial phase" in the development process of a complete Li ion battery system for the military vehicles of the future. "This is an excellent opportunity for us to demonstrate GS Yuasa's high level of technology and flexibility in the area of high powered Li ion".

About GS Yuasa Lithium Power (www.gsyuasa-lp.com):

GS Yuasa Lithium Power is an American subsidiary of GS Yuasa Corporation. We are focused on the development of complete Li ion energy solution for clients within the Western Hemisphere.

About GS Yuasa Corporation:

GS Yuasa Corporation is the leading Japanese producer of batteries and energy storage technologies and second largest lead acid battery manufacturer in the world with annual revenues of \$2.1 billion.