



[GRAPHIC OMITED]

[GRAPHIC OMITED]

Energy Power Systems Limited

NEWS RELEASE  
-----

Toronto, Canada - December 30, 2002 - ENERGY POWER SYSTEMS LIMITED (AMEX: EGY & Frankfurt Stock Exchange: EPW) ([www.epsx.com](http://www.epsx.com)) ("Energy Power" or the "Company") announces that at the Company's annual and special meeting of shareholders held today the Company received the requisite shareholder approval for the following:

- 1) The special resolution authorizing an amendment to the Articles of the Company to consolidate the currently issued common shares of the Company on the basis of up to one new common share for each three existing issued and outstanding common shares;
- 2) The special resolution authorizing an amendment to the Articles of the Company to change the name of the Company;
- 3) The special resolution authorizing an amendment to the Company's Stock Option Plan increasing the number of options reserved for issuance under the Plan to 20% of the issued and outstanding common shares; and
- 4) The special resolution authorizing the issuance by the Company of up to 10,578,645 pre-consolidated common shares by way of private placements or acquisitions during the period of one year following shareholders' approval.

About Energy Power Systems Limited  
-----

Energy Power is an energy source and service company operating as an Industrial & Offshore Division and an Oil & Gas Division.

- 30 -

For further information contact: Sandra Hall  
President and Secretary  
Telephone: (416) 861-1484  
<http://www.epsx.com>  
-----

There are approximately 10.6 million shares issued and outstanding in the capital of the Company.

Certain statements contained herein constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995 (the "Reform Act"), which reflect the Company's current expectations regarding the future results of operations, performance and achievements of the Company. The Company has tried, wherever possible, to identify these forward-looking statements by, among other things, using words such as "anticipate," "believe,"

## Edgar Filing: ENERGY POWER SYSTEMS LTD - Form 6-K

"estimate," "expect" and similar expressions. These statements reflect the current beliefs of management of the Company, and are based on current available information. Accordingly, these statements are subject to known and unknown risks, uncertainties and other factors which could cause the actual results, performance or achievements of the Company to differ materially from those expressed in, or implied by, these statements. (See the Company's Annual Information Form and Annual Form 20 F for Risk Factors.) The Company is not obligated to update or revise these "forward-looking" statements to reflect new events or circumstances.

Suite 301, 2 Adelaide Street West, Toronto, Ontario, M5H 1L6, Telephone: 416  
861-1484, Facsimile: 416 861-9623 [www.epsx.com](http://www.epsx.com)