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FOR IMMEDIATE RELEASE:

Connected Energy Corp. and Impact Technologies LLC enter into Strategic Joint Development and Marketing Agreement

Equipment Producers and Users Gain Remote Prognostic and Diagnostic Capability

ROCHESTER, New York, October 10, 2003 — Connected Energy Corp. (CEC), today announced a strategic joint development and marketing agreement with Impact Technologies LLC (IMPACT). Under the terms of the agreement, CEC will incorporate IMPACT's prognostic and diagnostic software into its Central Operation Management System (*COMSYS*™). This strategic alliance will enable original equipment manufacturers, service providers and utility customers unprecedented ability to remotely sense and diagnose impending machine failures in real-time.

Targeted toward the power generation and industrial equipment markets, CEC's COMSYS application with "Knowledge by Impact" provides a cost-effective intelligent remote management platform. CEC's *COMSYS* monitors the status, performance and health of disparate types of energy related equipment across a wide area network (WAN), allowing OEMs and service providers to control, monitor and manage them. By applying IMPACT's advanced algorithms to the *COMSYS* database, equipment professionals can get an early look at developing machine problems, allowing them to be handled before expensive failures occur.

"Our strategic relationship with Impact provides the cutting-edge failure prediction solutions that our customers are demanding for their energy assets," said Chris Campbell, President & CEO of CEC. "Our customer's are looking for more intelligent and cost effective remote management solutions. The connectivity capability of COMSYS combined with the ability to predict and diagnose provided by IMPACT give today's OEMs and service providers immeasurable opportunities to improve uptime and reliability of power generation and industrial equipment."

"CEC is truly a leader in providing remote management solutions and services," said Mark Redding, president of IMPACT. "We believe this agreement will leverage IMPACT's tremendous knowledge base and bring IMPACT's solutions to a new set of customers worldwide. IMPACT's advanced algorithms and diagnostic sensors complement CEC's COMSYS application, raising it to a new level of intelligence."

About IMPACT

Impact Technologies specializes in providing equipment health management solutions to the aerospace, industrial equipment, power, and defense industries. These solutions include advance machinery diagnostic and prognostic software tools, as well as, sensor and instrumentation development for equipment condition monitoring. IMPACT also offers sophisticated asset management and maintenance tools that incorporate the predicted future availability of critical components in maximizing machinery performance. IMPACT possesses a strong vision of the value and future of machinery diagnostics and prognostics, and produces metrics that justify investment in the technology.

IMPACT is headquartered in Rochester, New York

For more information on IMPACT, visit http://www.impact-tek.com .

About CEC

The solutions developed by CEC enable an organization to use the massive Internet infrastructure to securely interact with equipment and processes at a distance. When compared with traditional solutions, CEC's solution reduces the cost and complexity while increasing the security and intelligence of remote system management.

CEC delivers telepresence to its customers, enabling them to observe and/or take action in real places that are physically distant, essentially to be there without being there. The Internet infrastructure takes this capability one step further, allowing the user, whether human or computer, to be many places at one time.

CEC is headquartered in Rochester, New York

For more information on CEC, visit http://www.connectedenergy.com .