

Announcement – May 7, 2008

W2 Energy Development Corporation – Strategic Alternatives Process

W2 Energy Development Corporation (“W2” or the “Company”) has retained Rundle Energy Partners (“Rundle”) to act as their exclusive marketer and transaction advisor in the consideration of strategic alternatives. W2 is an early stage alternative energy technology and development company with a pending US patent for the WindWing and WaterWing technologies. W2’s stacked multi-wing technology shows the potential for being quantitatively more productive for harvesting energy from the wind and water as compared to current turbine technology (at least 2 times for wind).

W2 has built and tested a "proof of concept" unit and is currently constructing a pilot unit, with completion anticipated in Q2 2008. Both test units are being used to refine the design for commercial applications. The Company has also negotiated and secured pilot sites (California, Texas, Hawaii, and Italy), for the near term testing of the WindWing technology, and anticipates commercialization in the 1Q of 2009.

Strategically, there are numerous applications for the WindWing and WaterWing, including:

- Energy harvesting clusters to support municipalities, commercial centers, farms, and commercial power generation facilities.
- Retrofitting existing propeller driven turbine wind farms, onshore or offshore, leveraging existing infrastructure.
- Off grid power installations in remote locations where current power is supplied by diesel generation (e.g. mining, oil exploration, residential).
- Water energy harvesting in aqueducts or large diameter water transmission lines.



W2 is interested in exploring strategic alternatives that may include, but are not limited to, the Company securing private equity funding for pre-commercialization activities, completing a merger or other strategic business combination, or the sale of the Company and related intellectual property.

A detailed Information Memorandum is being prepared for issuance May 15th 2008, access to secure online data rooms and technical presentations are available to those who sign Confidentiality Agreements. The deadline for non-binding proposals is expected the third week of June. For more information, please contact:

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