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Energy Power
Systems Limited

ENERGY POWER REPORTS 1ST QUARTER EARNINGS
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TORONTO--(BUSINESS WIRE)--Nov. 22, 2002--Energy Power Systems Limited (AMEX: - ; Frankfurt:EPW) (; "Energy Power" or the "Company") announces that it has issued unaudited consolidated financial statements for the three-month period ending September 30, 2002 expressed in Canadian dollars. These statements reflect the activities of Energy Power and its subsidiaries operating as an Industrial & Offshore Division and an Oil & Gas Division:

- consolidated revenues of \$10.5 million for the three month period ended September 30, 2002 (\$5.5 million -2001);
- consolidated gross profits of \$1.3 million for the three month period ended September 30, 2002 (\$1.0 million - 2001);
- consolidated net earnings of \$0.3 million for the three month period ended September 30, 2002 (\$0.4 million - 2001);
- consolidated basic net earnings per share of \$0.04 (\$0.07 per share - 2001).
- consolidated fully diluted net earnings per share of \$0.03 (\$0.05 per share - 2001).

Energy Power's consolidated revenues increased 91% to \$10.5 million for the three-month period ending September 30, 2002 from \$5.5 million reported during the same period the previous year. Revenue increases were primarily derived from the Company's Industrial & Offshore Division as well as some increases from the Company's Oil & Gas Division. "We are most pleased with the positive trending improvements as consolidated revenue almost doubled for the three month period ending September 30, 2002," stated Scott Hargreaves CFO, "we hope to continue growing our revenues by taking on larger projects for the Industrial & Offshore Division and increasing reserves and production volumes for the Oil & Gas Division. "

Energy Power's consolidated gross profit for the three-month period ending September 30, 2002 increased 30% to \$1.3 million from \$1.0 million in 2001. The increase in consolidated gross profits was primarily derived from increased revenues from the Company's Industrial & Offshore Division. Energy Power's administrative expenses of \$0.9 million for the three-month period ending September 30, 2002, was 29% higher than administrative expenses of \$0.7 million the previous year. During the three-month period ended September 30, 2002 professional fees were higher by \$0.2 million versus the previous year. As a result of the foregoing, net earnings decreased 25% to \$0.3 million as compared to net earnings of \$0.4 million during the previous period. Net earnings per share decreased 42% to \$0.04 per share for the three-month period ending September 30, 2002 from \$0.07 per share for the previous three-month period. Fully diluted net earnings per share decreased 40% to \$0.03 per share for the three-month period ending September 30, 2002 from \$0.05 per share for the previous three-month period.

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.

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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," "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.

[GRAPHIC OMITTED]

Contact:

Energy Power Systems Limited
Scott T. Hargreaves, 416/861-1484