PRESS RELEASE

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EXERGY TECHNOLOGIES RECEIVES GRANT TO PILOT TEST NEW WATER RECOVERY TECHNOLOGY

June 14, 2001, IRVINE, CA -- Exergy Technologies Corporation, a* CELL MATRIX, leader in drug discovery and development based on novel mechanisms of angiogenesis regulation. Cell Matrix Inc. today July, 10 announced the funding of $200,000 for two Phase I Small Business Innovation Research (SBIR) Grants from the National Cancer Institute, National Institutes of Health. The grants will further Cell Matrix' target and therapeutic antibody discovery program for selective inhibitors of angiogenesis. Cell Matrix is developing antibodies which block denatured extracellular matrix proteins, a novel pathway for downstream inhibition of the angiogenesis cascade.

We hope to introduce our first full scale system, in a sulfuric acid application at a customer plant in Anaheim with the next few months."

The Company is planning the official launch of ***AcidPure®*** in the coming months. The Company reports that the cost-cutting acid recycling system, has shown impressive results in removal of contaminants from acid recycling baths, and will allow companies to reuse and rejuvenate the baths, without need for costly waste treatment and disposal. In addition, test results have shown **impressive energy savings** in sulfuric acid anodizing applications, where the acid is used to coat aluminum parts used for anything from computer housing to store shelves. The anodizing process employs the use of electrical energy in the bath. Exergy results have shown that the amount of energy used in anodizing baths increases as pollutant metal concentration levels (such as aluminum) increases in the bath. The test results have shown approximately half of the energy is consumed when using an ***AcidPure®*** system.

The pilot tests were supported by a local customer located in Anaheim, Precision Anodizing and Plating, and the Anaheim Public Utilities, who have provided matching funds to support the pilot studies, and the deployment of the first full scale installation.

"We are very pleased with this series of pilot test, as they have confirmed some of the benefits of this unique technology. We are assured that this innovative technology will save energy, chemical purchases, waste management and disposal costs for many customers in manufacturing industries. We have also confirmed that the technology provides high quality recycled acid for reuse in the manufacturing processes at all time, avoiding the need to decant and treat such material." Added Ms. Yazdani.

The energy savings associated with the use of the technology in ***Acid Pure*** ® is close to 50% while running anodizing baths, as opposed to operations without it. This is substantial in today's economic and energy environment.

The Company is planning to launch the product in a number of high acid using industries, such as metal, aerospace, electronics, semiconductors, and others.

For more information about this unique technology, please contact, Ms. Jennifer O’Dell, Marketing Director at Exergy Technologies Corporation.