



ANNOUNCING the FORMULATION of:

Electric Storage Partners, Inc. / E.S.P.

A developer of Energy Storage & Power Projects through out the Americas

Electric Storage Partners / ESP Founded by Phil Roberts, Dan Vogler & David Cox, ESP will be the Lead Developer & General Partner in typically structured Power Projects owned by SVPs, using battery and CAES energy storage. The company's goal and charter is to build, own and operate electric storage power projects, akin to utility scale wind farms or solar parks, yet using storage.

Electric Storage Partners / ESP as the Lead Developer & General Partner, has strategic alliance and vendor relationships with IONEX Energy Storage Systems for its 3rd generation best in class lithium-ion batteries, AETI of Houston as both power electronics vendor and utility interconnect EPC, and a fortune 100 industrial partner for CAES turbine equipment.

INTRODUCING the FUND: [**\$25,000,000**]

Storage Infrastructure Fund One / SIF-1 will be an LP investment vehicle into equity ownership of numerous power projects that use treasury ITCs, leverage multiple incentives reducing capital costs, play electric trading markets, MACRS accelerated depreciations, while building a lucrative 5 yr to 20 year multiple revenue stream, and finding 'an exit' through the sale and acquisition of the same power projects or power project portfolios.

Storage Infrastructure Fund One / SIF-1 :

Funding will be a **\$1,000,000** minimum LP block, with a \$5,000,000 minimum fund size, **\$25,000,000** target fund size, and a \$50,000,000 upper fund size, before rolling into a second **SIF-II**.

Storage Infrastructure Fund One / SIF-1 :

Will be a **closed end ~ 7 year fund**, with a 2 year standby of committed funds followed by a 5 year equity hold and distribution of revenue from power projects. After the 2 year performance and development phase by the GP, funds are contingently called from standby as each individual project is "packaged" as viable and ready to execute. The development package readiness means fully engineered, budgeted, business modeled with positive ROI, also EPC and vendor contracted, and formally sighted; with ground leases, interconnect agreements, long term utility easement and any relative power purchase contract [charging] and off-taker, PPA or MPA contracts [discharging]. At this 'shovel and business ready' pre-execution point, the power project is thus 'packaged' and is asserted by the GP as of ready value with minimal execution risks, ready next to be underwritten, funded by a call from the standby pool and begin construction.

New Energy Storage Incentives Will Spur Growth: FERC's pay-for-performance ruling puts premium value on electric power from energy storage, CA Assembly Bill 2514 requires load serving entities to procure energy storage systems, CA Self-Generation Incentive Program (SGIP) offers \$2 per watt for storage demos through 2016, the TEXAS – TCEQ pays GHG rebates for replacing fossil fuel generation with storage, Storage Technology for Renewable and Green Energy Act of 2011 introduced on Nov. 10, 2011, Legislation allows a 20% investment tax credit (ITC) of up to \$40 million for grid storage systems, 30% of CAPEX as ITC for IPPs, businesses and homeowners for on-site storage projects, up to \$1M.