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TSX Venture Symbol: P

RAILPOWER BOOSTS U.S. MARKETING DRIVE WITH SENECA GROUP

VANCOUVER, British Columbia, September 30, 2003 – RailPower Technologies Corp., (TSX-V: P) a leader in specialized energy technology systems, announced today that it has signed an agreement with Washington, DC-based Seneca Group LLC to help market RailPower's hybrid locomotives to the US Government, and shortline and regional railroads.

Seneca Group President, Christopher McCarthy said, "RailPower has the potential to create a technological paradigm shift in railroad switching by addressing critical environmental and political issues concerning the need for ways to substantially reduce harmful emissions, fuel consumption and noise levels. There has been growing support at the highest level of government and industry for technologies that can really deliver substantial national reductions in fuel use. We believe this hybrid locomotive is one such technology that must succeed."

RailPower President and CEO, Jim Maier said, "Our relationship with the highly regarded Seneca Group is intended to lead us strongly along three parallel paths to achieving maximum penetration of our products."

"Firstly, they will help us develop our overall marketing strategy. Secondly, they will help lead us effectively into the shortline and regional railroad markets, transit, and ports, and, thirdly, they will work with the Federal Railroad Administration to determine if the currently mandated 92-day inspection period for switchers can be lengthened without compromise to safety because of the technology improvements."

"We believe that a one-year maintenance free period can be achieved for hybrid switchers. This could considerably enhance the already substantial value proposition our technology offers in railyard switching operations," stated Maier.

Seneca (www.senecagr.com) is headquartered in Washington, DC and has a subsidiary company, Seneca International, in London, UK. Seneca's majority investor is [Chambers, Conlon & Hartwell, Inc.](#), a leading Washington government relations firm.

Seneca provides public and private sector clients in the transportation industry with the expert professional support required to develop and implement business opportunities, manage projects, and secure funding and financing. In most instances the need for such assistance is short-term, and the client receives the benefit of essential expertise without the commitment to expand overhead costs.

Seneca is currently involved with, or has recently completed, major projects that include the restructuring and privatisation of Romania Railway, New York State High Speed Rail Program, railway corridor development between Poland and Romania, advanced locomotive propulsion system (ALPS) development and working with Lockheed Martin to develop train control technology.

"Their expertise and track record of achievement makes us very confident that we will receive the very best advice and guidance to roll out our commercialisation program to maximum effect and minimum expenditure. Seneca will also advise us on how to secure funding from the various emissions incentive programs," concluded Maier.

RailPower's hybrid locomotives are created by remanufacturing existing conventional switchers. They cut smog-precursor NOx and dangerous particulates 80-90% while achieving fuel savings in the order of 50-80% when compared to conventional yard locomotives in the 1,000 – 2,000 horsepower range. Notable features are their very small diesel gensets combined with large banks of recyclable, long-life, lead acid batteries.

RailPower Technologies Corp. (www.railpower.com) is a leader in specialized energy technology systems for transportation and power generation. In addition to its patented locomotive technologies, it has a patent pending in respect of its rDirect power conditioning technology for distributed and remote power generation technologies.

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.