



FOR IMMEDIATE RELEASE

TSX Symbol: P

RAILPOWER TECHNOLOGIES COMPLETES \$20 MILLION PUBLIC OFFERING OF COMMON SHARES

NOT FOR DISTRIBUTION TO UNITED STATES OF AMERICA WIRE SERVICES OR DISSEMINATION IN THE UNITED STATES OF AMERICA.

VANCOUVER, British Columbia, June 24, 2004 – Railpower Technologies Corporation (TSX: P) announced today that it has completed its previously announced public offering of 6,250,000 million common shares at CDN\$3.20 per share for aggregate gross proceeds of CDN\$20 million. National Bank Financial Inc. was the lead manager for the offering, and Paradigm Capital Inc. acted as co-manager. The Company has also granted the underwriters an option, exercisable for a period of 30 days from the closing date, to purchase up to an additional 937,500 common shares at CDN\$3.20 per share to cover over-allotments, if any, and for market stabilization purposes.

The common shares have not been and will not be registered under the U.S. Securities Act of 1933 (the "Securities Act") and may not be offered or sold within the United States except in certain transactions exempt from the registration requirements of the Securities Act. This press release shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of these securities in any state in which such offer, solicitation or sale would be unlawful.

About RailPower Technologies Corp.

RailPower Technologies Corp. (www.railpower.com), a leader in specialized energy technology systems for transportation and power generation, is headquartered in Vancouver, BC. Its hybrid locomotives cut smog-precursor oxides of nitrogen (NOx) and particulates 80-90% and diesel fuel use and greenhouse gases 50-80% when compared to conventional yard locomotives in the 1,000 - 2,000 horsepower range. They feature small diesel gensets, typically in the 100 – 285 horsepower range, and large banks of recyclable lead acid batteries.

For further information, contact:

Nigel Horsley, Director, Communications, RailPower, 604-904-005, ext 215
Simon Clarke, Executive Vice President, RailPower, 604-904-0085, ext 206
Jay Hussey, Vice President, The Equicom Group, 416-815-0700, ext 225