

**RAILPOWER TECHNOLOGIES CONTINUES DISCUSSIONS
WITH UNION PACIFIC
FOR EXTENDED DELIVERY DATE OF LOCOMOTIVES**

Montreal, June 15, 2007 – Railpower Technologies Corp. (TSX: P) today announced that it is discussing with Union Pacific to extend the delivery date of 98 refurbished road switcher locomotives. Last month, Railpower stated that it could not meet the June 15 deadline for delivery of all the locomotives, despite the increased production output. To date, 66 locomotives have been shipped from the plants. The contract, worth CA\$94 million, was awarded in 2005.

“Union Pacific has demonstrated flexibility that we very much appreciate,” said José Mathieu, President and CEO of Railpower. “We are working closely with them to establish an extended deadline.”

In May 2007, Railpower also announced that it was exploring the possibility of operating its own manufacturing facility. During the second quarter of 2007, an offer was made to purchase an existing facility in Montreal. However, upon completing the due diligence process at the end of May, it was decided that this site would not be suitable. “We are currently looking at other sites and hope to be in a position to make an announcement in the coming months,” said José Mathieu.

About Railpower

Railpower Technologies (TSX: P) is engaged in the development, construction, marketing and sales of specialized, patented, environmentally friendly technology systems for the transportation and related industries. Railpower’s technologies significantly reduce fuel usage, operating and maintenance costs and emissions. While Railpower’s origins are in the transportation industry, its technologies have broad potential and applications in other markets and industries. Railpower is headquartered in Montreal, Quebec. Its U.S. office is located in Erie, Pennsylvania (www.railpower.com)

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Caution regarding forward-looking statements

Certain statements contained in this release contain forward-looking statements. When used in this document, the words “may”, “would”, “could”, “will”, “intend”, “plan”, “anticipate”, “believe”, “estimate”, “expect” and similar expressions may be used to identify forward-looking statements. Those statements reflect our current views with respect to future events or conditions, including prospective results of operations, financial position, predictions of future actions, plans or strategies. Certain material factors and assumptions were applied in drawing our conclusions and making those forward looking statements. By their nature, those statements reflect management’s current views, beliefs and assumptions and are subject

to certain risks and uncertainties, known and unknown, including, without limitation, product development or manufacturing delays, changing environmental regulations, the ability to attract and retain business partners, the acceptance of our existing and new products, future levels of government funding, the need to obtain and maintain proprietary rights over our technology, competition from other technologies, the ability to access the capital required for research, product development, operations and marketing, the need to generate positive cash flow in the foreseeable future, changes in energy prices and currency levels. Many factors could cause our actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by these forward-looking statements. Should one or more of these risks or uncertainties materialize, or should the assumptions underlying our projections or forward-looking statements prove incorrect, our actual results may vary materially from those described in this report as intended, planned, anticipated, believed, estimated, or expected. We do not intend and do not assume any obligation to update these forward-looking statements whether as a result of new information, plans, events or otherwise.

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