



**For
Immediate
Release**

DIELECTRIC SOLUTIONS FORMS STRATEGIC ALLIANCE

-- Secures approximately \$9 million in growth capital --

Kittanning, PA – Dielectric Solutions, LLC, an advanced materials company specializing in high performance glass fiber products, today announced that it has formed a strategic alliance with Compunetics, Inc. of Monroeville, Pa. and the Isovolta Group, headquartered near Vienna, Austria. Compunetics and its affiliates are active in high performance printed circuit boards and telecommunications equipment, while the Isovolta Group is a leader in the global composites market. This strategic alliance will enable Dielectric Solutions to accelerate and expand the use of its technology in these key market segments.

“We are very pleased to announce the formation of a global strategic alliance with Compunetics and the Isovolta Group, both leaders in their respective businesses,” said Todd Kadar, President and CEO of Dielectric Solutions. “We have had the pleasure of collaborating with and working along side both of these companies as we introduced our technology in particular market segments,” continued Mr. Kadar. “Compunetics and Isovolta are very supportive of our advanced technology. They recognize the unique features of our patented GlasFab[®] Process, and that our products often provide the foundation for important technical innovations by our customers and their customers. We are excited about the future opportunities for our technology platform, and look forward to continuing to work closely with Compunetics, Isovolta and other important customers as we expand our presence in these key markets.”

According to Dr. Giorgio Coraluppi, President of Compunetics, “The technology developed by Dielectric Solutions enables the manufacture of isotropic, low dielectric constant glass fabric which is in great demand in the high speed, high bandwidth electronic equipment market”.

Gerhard Schwander, Chief Executive Officer of the Isovolta Group, said that “The unique GlasFab[®] Process enables the Isovolta Group to offer a superior high voltage insulation system, which increases the efficiency of large scale electric motors and generators. It represents an advancement in our industry bigger than anything in the last decade.”

Additionally, the company separately announced that it has secured from multiple private and public sources a total of more than \$9 million in additional financing to support future growth initiatives.

Dielectric Solutions is an advanced materials company specializing in light-weight glass fiber fabric, a key component of many advanced electronics products. The Company has developed a revolutionary, streamlined manufacturing process, the GlasFab[®] Process, which significantly reduces handling while increasing efficiency and product quality. The patented process produces a superior product that is not only flatter, thinner, and stronger, but also exhibits improved electrical, thermal and mechanical properties as compared to other commercially available products. In addition to electronics, Dielectric Solutions' products are being sold into a wide range of high-tech composite applications in industries such as ballistics, aerospace, construction and petroleum. For more information please contact Dr. Kenneth D. Beer, Vice President, Marketing at 724-543-2333, or email info@dielectricsolutions.com.

Compunetics is a leader in the design and manufacture of state of the art rigid, flex and rigid-flex printed circuit boards for the commercial and defense markets. Compunetics' affiliate, Compunetix, develops and manufactures large scale telecommunication systems for the teleconferencing industry. Compunetics and Compunetix are headquartered in Monroeville, PA, near the city of Pittsburgh. For more information please visit our web sites www.compunetics.com and www.compunetix.com.

Isovolta Group is one of the leading international manufacturers of high pressure laminates, composites and electrical insulation materials, as well as products for aircraft interiors and is also active in the photo voltaic industry. Isovolta, with their headquarters in Austria, has 18 manufacturing locations worldwide and markets its products globally. For more information please visit our web site www.isovolta.com.

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