



January 28, 2016

Dear Shareholder,

New to our website is a pdf brochure entitled "Waste heat to Power". When you have opportunity to do so, please review its contents.

Energy Storage Management and Extraction (ESME) is a wholly owned subsidiary company of New World Generation. It has been the journey down the path of Energy Storage that evolved into a streamlined product which utilizes waste heat from industry, to generate electricity, all with compressed air!

The November newsletter outlined discussions with an incinerator in the United States. While there are many advantages to the company to utilize their waste heat, with the ESME unit, the facility is still in decision mode.

One of the barriers to market, and part of the decision process for the above noted incinerator company, is that modification to their process equipment may trigger permitting issues. This is especially true within Ontario.

ESME has investigated several government incentive programs which may offset some of the capital costs for the customer and help with permitting requirements.

NWG continues to network and make introductions to industries that could take advantage of the ESME unit.

Will keep you posted.

With regards,

A handwritten signature in blue ink, appearing to read 'Peter Routliff', is written in a cursive style.

Peter Routliff, NWG Chair