In Pursuit of More Energy: Equipping our Armed, Security and Emergency Services

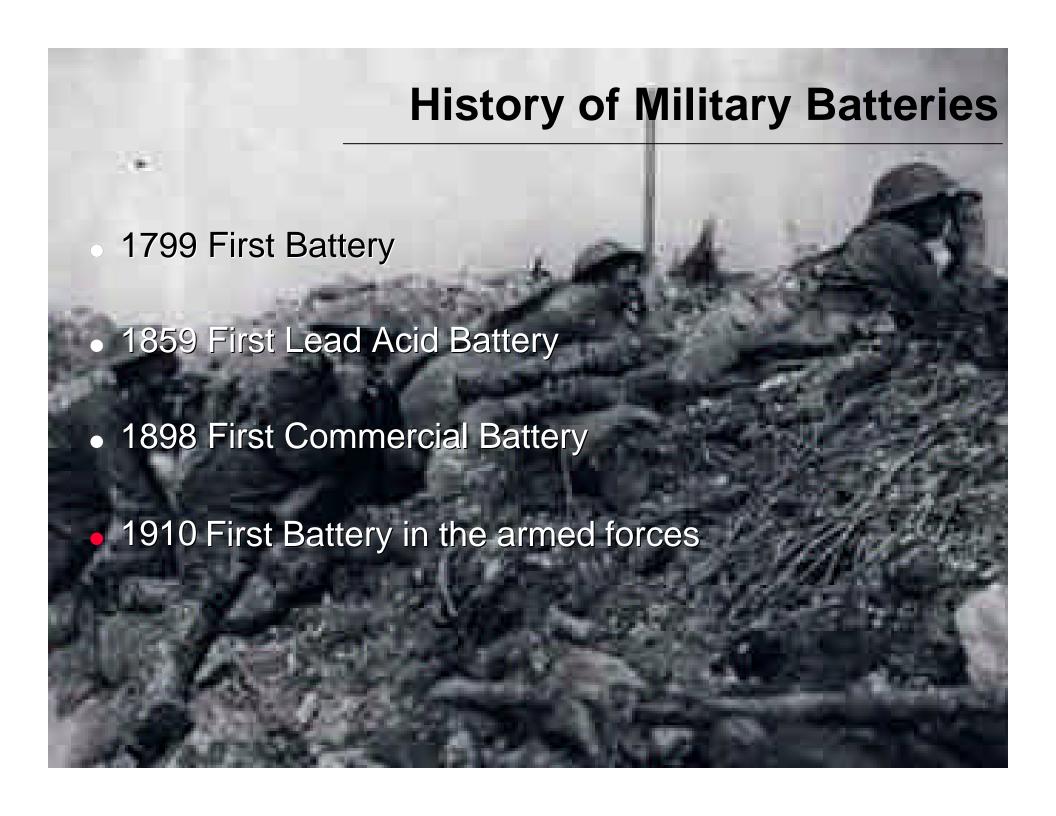
Tony Jeffery July 2003



Agenda

The Pursuit of More Energy: Equipping Our Armed, Security and Emergency Services

- History of Secondary Military Batteries
- The Lithium-ion Advantage
- Military Drivers
- The Evolution of Intelligence & Impact on Logistics
- The Search for More Energy & the Digital Battlefield

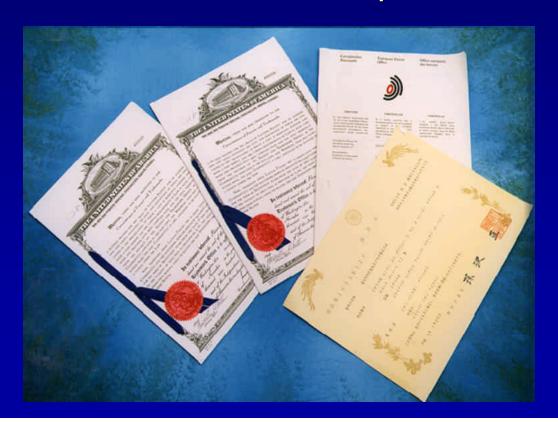


1970 NiCd adapted for military use



PRC351-1 (Clansman)

- 1970 NiCd adapted for military use
- 1979 AEA Lithium-ion materials patented



- 1970 NiCd adapted for military use
- 1979 AEA Lithium-ion materials patented
- 1994 AEA grants Licenses



1970 NiCd adapted for military use

1979 AEA Lithium-ion materials patented

• 1994 AEA grants Licenses

 2002 AEA Lithium-ion BOWMAN (replacement for Clansman batteries)





Operational Advantages

Li-ion Clansman Arctic Field Trials

- Norway Jan-Mar 02
- 6 day patrol
 2 Li-ion vs 4 Ni-Cd
 (2.7 kg vs 13.9 kg)
- Base station radio trial
 Li-ion: 30 hrs at -32°C
 Ni-Cd: no performance



Operational Advantages

Li-ion Clansman Trials - 3 Para (16 Air Assault Brigade)

- Sept Oct 02: 10 Day Eagle Lift Exercise
 - Operational benefits confirmed:

Li-ion NiCd

LIFE: 48 hours Vs 18 hours

- WEIGHT: 4kg Vs 20.8kg

- Space savings
- No conditioning required
- Rapid deployment due to instant availability



AGM

The Cell Company



Location: Thurso, Caithness, Scotland

• Formed: 1998

Purpose: Manufacture of High
 Technology Li-ion Cells



The Cell Company

Joint Venture:













18%



Manufacturing Equipment

Coating



Calendering



Winding





Manufacturing Control

- Electrode fabrication control
 - coating to ±1.5% by weight
 - calendering to ±1% by thickness
- Jelly roll winding control
 - electrode alignment to ±1%

over 6 feet length



D Cell Features

Energy

5.6Ah

Cycle Life

1,100

Safety

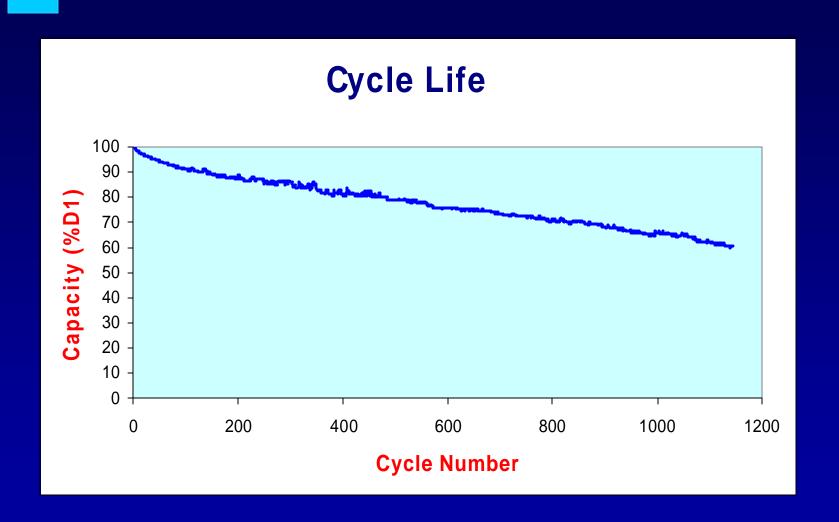
Meets UN Transportation Regulations

Temperature Range

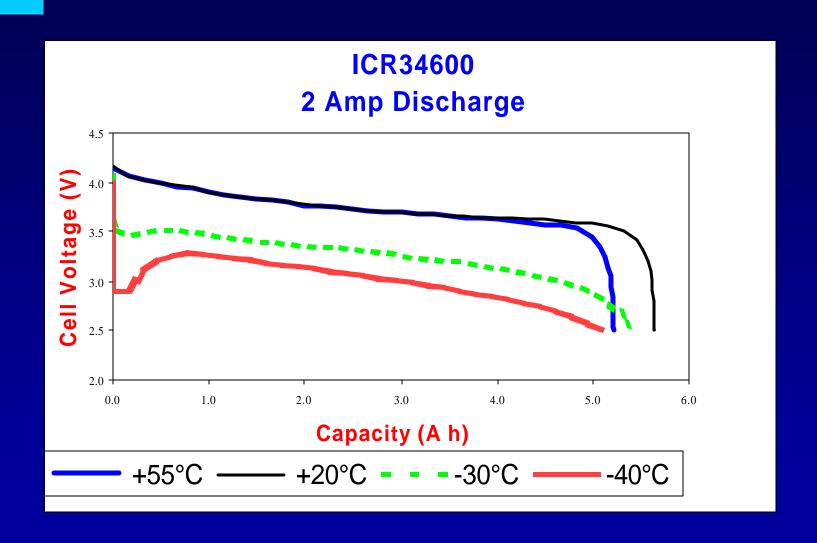




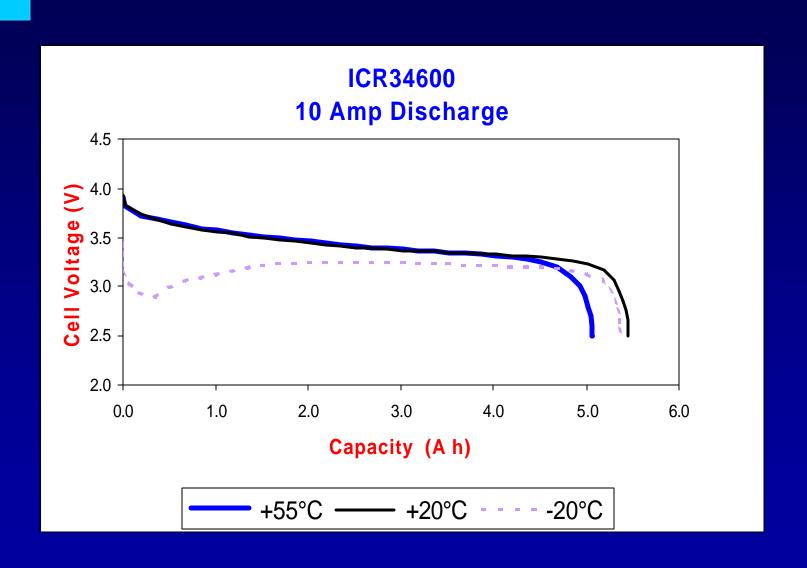
Cycle Life



C/2.5 Rate Discharge

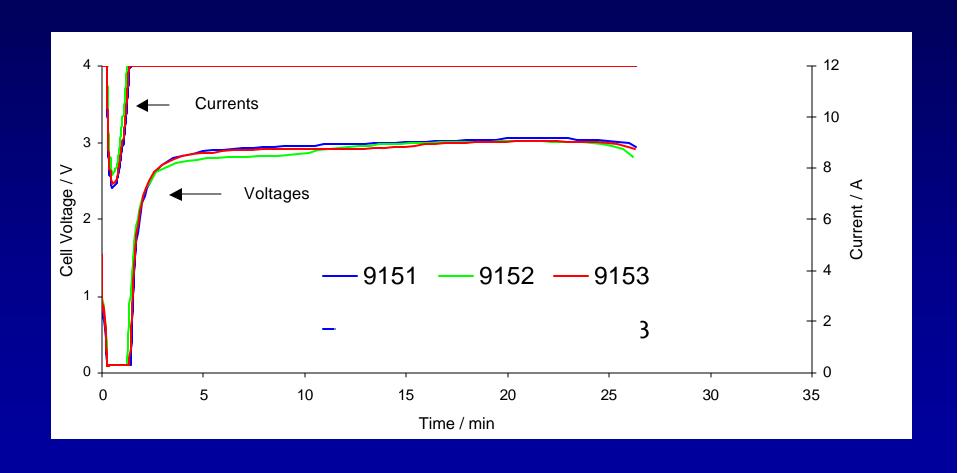


2C Rate Discharge





12A -40oC Discharge





Safety Features

- Pressure vent, shut-down separator
- Internal fuse over-current protection
- Safety cap options over-charge and
 - re-settable over-current
- Passes all new UN transportation tests



Military Application

- Li-ion D cell in volume production:
 - -5.6Ah (390Wh/I, 155Wh/kg)
 - -1,100 cycles
 - --40°C operation
- Selected for major military application -

Bowman

BOWMAN

BOWMAN Requirements

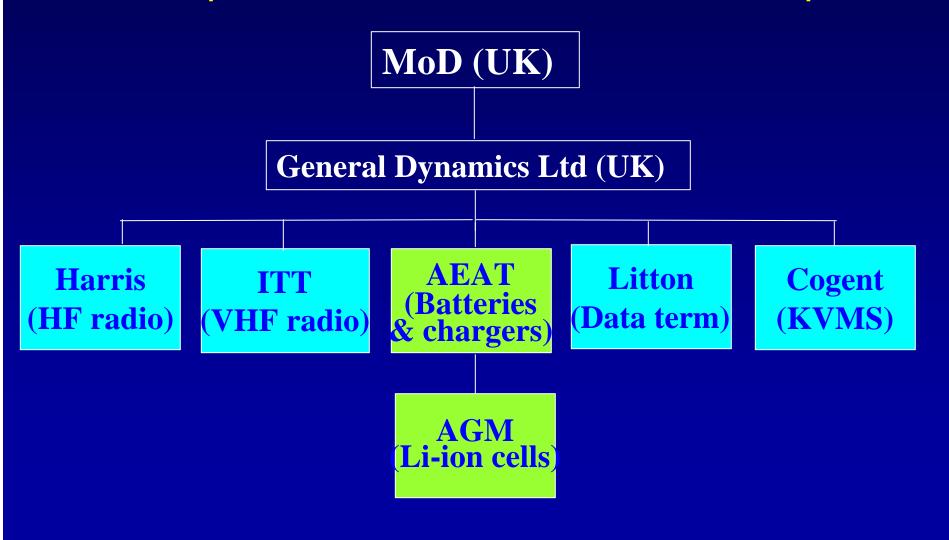
- To provide a communications system until at least 2026
- 50,000 radios &25,000 computer terminals
- Deployment on:
 - 18,000 vehicles
 - 160 ships & 300 aircraft
- Will be used by 60,000 servicemen





BOWMAN

Customer, prime & sub-contractor relationships



BOWMAN

BOWMAN secondary batteries - Requirements

- AGM cell is a key component for HF & VHF radio batteries that require
 - -40C operation
 - -50C storage
 - high cycle life
- Data terminals & KVMS use small cells



Military Drivers

- Even more energy
- More intelligence
- Cost & logistics benefits
- Environmentally friendly



Even More Energy

AEA TARGET

STAGE 1 Improved performance through better cathode materials

STAGE 2

Further improvement in performance through better anode materials

STAGE 3 And beyond - fuel cells



Military Drivers

- Even more energy
- More intelligence
- Cost & logistics benefits
- Environmentally friendly



More Intelligence

Today's Electronics Technology

- Fuel Gauge
- Safety and Balancing Circuitry
- SMBus Interface



STANDARD

More Intelligence

Capability:

- Lower power circuitry
- Ruggedised SMART data acquisition systems

Benefits:

- Extended shelf life
- Increased operational life
- Battery usage profiling improved logistics



Military Drivers

- Even more energy
- More intelligence
- Cost & logistics benefits
- Environmentally friendly



Costs & Logistics

- Significantly improved logistics
 - Warehousing
 - Maintenance

Significant reductions in procurement & overhead costs

Military Drivers

- Even more energy
- More intelligence
- Cost & logistics benefits
- Environmentally friendly



Environmentally Friendly

Lithium-ion recycling



How could this impact on you?

Successful pursuit of more portable energy & associated intelligence will be a key military strategic advantage



In Pursuit of More Energy: Equipping our Armed, Security and Emergency Services

Tony Jeffery July 2003

