

MagnaDrive Recognized for Second Consecutive Year as One of America's Fastest Growing Private Companies

Growth Confirms Value Offered By MagnaDrive's Technology

Bellevue, Washington, May 15, 2006 – MagnaDrive Corporation announced today that the company was honored by *Inc.* Magazine as one of the fastest growing private companies in America for the second consecutive year.

The twenty-fourth annual *Inc. 500* rankings were based on the percentage growth in revenue over the last three years. MagnaDrive achieved over 340% growth during this period – averaging more than 100% growth in sales each year.



“It’s fantastic that the hard work of the MagnaDrive employees and distributors is again generating this kind of national recognition from such a prestigious source,” stated Jim Cich, President & CEO of MagnaDrive Corporation. “It is an honor to lead an organization filled with such energetic and capable colleagues.” Cich commented that a key element of MagnaDrive’s extraordinary growth rate was the unique value offered by its technology. “MagnaDrive’s revolutionary disconnected torque-transfer technology reduces total cost of ownership by lowering maintenance and operating costs, increasing process availability, and improving system reliability.”

“With unprecedented global competition, companies have to be able to turn on a dime and discover innovative new ways of doing business,” said Jim Melloan, project manager for the *Inc. 500*. “Increasingly, it’s the smaller, agile companies like those on the *Inc. 500* that are best equipped to meet these challenges.” Current industry powerhouses to make past *Inc. 500* lists include Microsoft, Timberland, Oracle, Dominos Pizza, E*Trade and Intuit.

About MagnaDrive

Bellevue-based MagnaDrive Corporation was founded in 1999. The company’s breakthrough magnetic technology provides a cost effective solution to increase reliability and lower maintenance expense while achieving energy savings and process control. The technology is protected by 20 domestic patents and over 150 international patents. The impact and potential of the technology was recognized by *Industry Week* magazine, which selected MagnaDrive as a Technology of the Year in 2001. More information about MagnaDrive is available at www.magnadrive.com. For a self-paced online tutorial about MagnaDrive’s technology, please see the MagnaDrive Education System at www.magnadriveeducation.com.

About Inc.

Inc., the only business dedicated exclusively to owners and managers of fast-growing private companies, delivers real solutions for today’s innovative company builders. It provides hands-on tools and market-tested strategies for managing people, finances, sales, marketing and technology. *Inc.* is the premier publication that focuses on small to medium-size businesses, which are responsible for more than half the nation’s gross domestic product and 70% of its new jobs. And *Inc.* looks beyond work to address the

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