



TM

ZeroKar LP

BUSINESS PLAN

THE NEW POWER GENERATION



**“The Evolution of the Electric Vehicle”
Finally, It’s Free to Roam**

Prepared by: ZeroKar Staff

Budgets, Use of Funds, Projections, Spreadsheets, supplied upon request.

CONFIDENTIALITY STATEMENT

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INTRODUCTION

ZeroKar, is a privately held company producing the first environmentally friendly, completely no-grid self-recharging, power technology known as Battery Alternating Recharging Process called the BARP System – a power generation application, which will create energy not only for vehicles, but may be applied to other applications of use. The project plans to continue development and open numerous locations throughout the United States. This unique operating technology was invented by Michael Hargett, given 20 years in thought with 6 years in building the Electric Concept Vehicle (ECV) beginning January 21st 2006 to date. Hargett is the holder of multiple Patents.

Highlights of the BARP System

- Battery Alternating Recharging Process is a portable power source
- Customizable from 6 to 600 volts up to 60 Mega Watts
- Improves electrical operations and efficiencies
- Invented and is manufactured in the USA
- Requiring minimal maintenance through modular design
- Compatible with but not requiring the power-grid

FUNDING REQUIREMENTS

The Company is seeking funding in (3) Budgeted amounts for participation in the project for the development of the ZeroKar Plan; the costs of which are more detailed and can be submitted upon request as a “Use of Funds” draw schedule.

PROBABLE IMPACT

1. Employment Opportunities – The combined project will produce approximately 48,000 direct jobs and tens of thousands more in support jobs which are permanent employment positions and has the possibility in excess of one million ancillary and supporting positions in manufacturing, service, and transportation is possible.
2. Job Training and Placement – It is further estimated that during the first five years The Company will train and hire approximately 60% of the workforce from the pool available Veterans, which will be retrained for placement into permanent positions.
3. City’s Annual Earnings – An increase from construction jobs and non-construction jobs will increase the City Annual Earnings.
4. Assessment Valuation – The project will increase the Land Assessment Valuations in selected cities.
5. Generated Real Estate Taxes – The project will increase the Annual Real Estate Tax Base in the selected cities.
6. Sales – The project will increase the City Sales.

MISSION STATEMENT

It is the mission of ZeroKar to reestablish and secure our domestic industrial well-being for the citizens of the United States of America and to remain focused on our citizens and our nation through the rebuilding and revitalization of our nations' industry with a clean non-polluting, humanitarian, manufacturing industry, which is primarily focused on our future for the next millennia.

ZeroKar OPERATIONAL DIVISIONS

➤ TVA

Transportation Vehicle Application

The **Transportation Vehicle Application**; is the core of ZeroKar. The focus of this application is the production of the BARP System conversion packs, batteries and other components for the conversion of Electric Vehicles into a vehicle using the BARP technology. This enables the Electric Vehicle to be unplugged from the grid and use the existing Transportation Infrastructure to open up the World to the Electric Vehicle. This application will also be applied to the conversion of gasoline fueled vehicles into Electric Vehicles using the BARP system.

The **Main Production Plant and Corporate Offices**; are planned for Salem, Oregon. Its primary focus will be on the import and conversion of Electric Vehicles made specifically for ZeroKar and converted to the BARP system. Conversion of fossil fuel vehicles will also be performed at this location.

Research and Development; on New Products and Applications, along with improvement to current applications will be directed from the Salem, Oregon office.

➤ PGA

Power Generation Application

The **BARP System**; is an energy storage and release system. The BARP incorporates the use of fuels, mainly fossil fuels to power a combustion engine. The engine runs on a myriad of these fossil fuels. The other device in the BARP system is an electric generator which creates electricity. These device's when mated together is called an I.e. Genset.

The **Electricity**; which is created from the Genset is used in the energy storage aspect of the BARP System. The storage aspect is a process in the BARP System in which the electricity is created then stored in storage devices and held there until needed to drive or power up a load. In the Power Generation Application, a certain sized Genset would create a large flow of electricity. The amount of electricity created would be engineered and matched with the amount to be stored and held in the storage devices. This could be from 6 volts ~ 600 volts up to a 60 Mega Watt Plant. There are two to an infinite number energy storage devices in a BARP System and are used in storage and release in an alternating fashion.

The Power Generation Application; using the BARP System, would in essence work as follows:

- **Placement of a BARP System** strategically located in an area where energy storage is needed would act as a Power Plant. The energy created or electricity would be stored at off peak hours. During peak hours as the Power Grid is servicing its customers the BARP System would be standing by to automatically turn on sensing the draw and failure of the Power Grid to supply the needed energy. The Power Grid depends on existing electrical Power Plants to supply the power to its customers. The BARP System is a Power Plant, it can run continuously or in this description run only when needed, thus eliminating power outages as brown and black outs, when the existing Power Plants and Power Grid fails to supply the needed electricity.
- **The BARP System** is unique in the sense it is not tied to the Power Grid, however can supply electrical power to the existing power grid, uninterrupted and continuously. The Power Grid in the United States is largest man made structure in the world, far surpassing the Great Wall of China and the Sphinx of Egypt. The existing power grid is antiquated and is doomed to failure depending on the crisis it encounters. These encounters listed here are catastrophic for the existing power grid, they range from a hurricane, earthquakes, tsunamis, as in the Japan most recent, to a more dangerous catastrophe possibility a solar maximus i.e. Solar Magnetic Storm.
- **The BARP System**, we reach the solar cycle this December 2012 and well into 2013. A solar storm of any magnitude in which is suspected would turn off the power grid for years until repaired. The BARP System would continue to operate virtually unscathed. The reason for the BARP being able to withstand a solar maximus magnetic storm is because of its independence from the largest man made structure "The Grid" and Electrical Power Plants. It is not if but when and we are facing a period of uncertainty this year and next. In the case of the Montreal Black out 2003 and the Katrina hurricane all power was out. Luckily the Power Plants were not involved in the disaster and continued to produce power, we may not be so lucky in the next event to come.

ZeroKar Operational Divisions;

➤ VEA

Vehicle Education Application

The Vehicle Education Application is a partnership with Linn Benton Community College. LBCC will educate and train students to be able to help in building BARP systems, Power Generation systems, Conversions and electric car components. ZeroKar is going to need a well trained highly technical workforce. This is cutting edge technology opening new markets throughout the United States

➤ VCA

Vehicle Conversion Application

The Vehicle Conversion Application is a major component of the Green Dot Center. This will allow us to convert fossil fuel vehicles to electric vehicles and equip them with the BARP system. Electric cars without the BARP system will be able to be up fitted to the BARP as well. Financing will also be available to customers needing a loan. Our collateral will be a lien on their title. Being able to offer financing will give us an advantage in the marketplace, thus gaining more customers. Each Conversion Shop will adhere to the highest OSHA and EPA standards.

➤ EVD

Electric Vehicle Dealership

The centerpiece of each Green Dot Center will be the dealership. This focal point will draw in the public to capture their interest. The dealership will create a local buzz within the community. The inventory will be stocked with new ZeroKar branded Kars, pre-owned vehicles to be converted to electric with the BARP system and trade-in vehicles that meet our standards to be resold. The initial goal is to stock each center with 20 new vehicles. Financing will also be provided to help in securing the sale. Each center will also include a service and parts department to meet our customer's needs.

➤ EDA

Electric Dealership Application

The Electric Dealership Application, known as EDA, will combine the BARP technology with its multiple uses of conversion from gas to electric and total electric vehicles. With strong international market availability and the growing demand for reducing fossil fuel use, the EDA will push forward on all levels to insure a strong dealership network virtually without completion.

PLANT LOCATIONS

1. Corporate Office and Plant ;The Main Corporate Office will be located on the Power Generation Plant site in Salem, Oregon.

2. Manufacturing Plants; are capable of being placed anywhere in the USA and can be by need or by strategic placement. The 1st and 2nd Plants are scheduled for the below Cities and States.

A. Salem, Oregon

B. Phenix City, Alabama

3. GREEN DOT PLANT SITES; USA

The Green Dot Centers; will begin the initial thrust for conversion nationwide as soon as funding is secured.

The proposed Green Dot Centers will be located in the following cities:

Salem, OR	Phenix City, Al	Seattle, WA	Denver, CO	Honolulu, HI
Richmond, VA	Minneapolis, MN	Baton Rouge, LA	Los Angeles, CA	Omaha, NE
St. Louis, MO	Albuquerque, NM	San Francisco, CA	San Antonio, TX	Phoenix, AZ
Boston, MA	Salt Lake City, UT	New York, NY	Kansas City, MO	Chicago, IL
Boise, ID	Columbus, OH	Indianapolis, IN	Orlando, FL	Dallas, TX
Spokane, WA	Portland, Or	Oklahoma City,	Atlanta, GA	Memphis, TN

THE COMPANY

ZeroKar, began with the KAR. An Electric Concept Vehicle (ECV) for the BARP technology. The KAR was the world's first self-recharging, *non-plug in* electric vehicle using an Azure Dynamics traction drive and transaxle module allowing it to reach highway speeds. The KAR was getting over 138.3 mpg at retirement.

ZeroKar offers customers:

- The world's newest innovation in power generation.
- The world's first non-plug-in, self-recharging electric vehicle (EV).
- The world's first non-plug-in, self-recharging stand-alone power supply.
- Customizable products to fit endless applications.

ENVIRONMENTALLY FRIENDLY

ZeroKar ZERO-G products; are environmentally friendly through utilization of the BARP System, producing extremely low emissions, and consuming very low amounts of synthetic gas, natural gas, or carbon based fuel.

ZeroKar, products can be utilized by many industries:

- Automotive and Electric Vehicle Industry
- Light-Rail and Subway Transportation
- Boats, ATVs, and Recreational Vehicles
- Transit Departments
- Cargo Shipping and Long-Haul Trucking
- Disaster Response
- Commercial Complexes and Residential Housing
- Food and Beverage Industry
- Farming Industry
- And many, many more...

STAND-ALONE PRODUCTS

ZeroKar offers the following stand-alone models:

ZERO-G POW-Pak: a customizable self-recharging power supply system for powering an outbuilding, single family home, hotel or commercial building.

ZERO-G COM-Pak: a lightweight, portable, self-recharging, efficient power supply system which can be used from local quick-response emergency power to powering remote location.

ZEROKAR ANNOUNCES RELEASE of NEW POWER TECHNOLOGY

ZeroKar Technologies, Inc. introduces the world's first completely non plug-in recharging power system customizable to work with any application. This technology is made possible through our newest innovation in power sourcing, the Battery Alternating Recharging Process, known as BARP. BARP was conceived and developed by Michael Hargett.

Hargett's first concept for BARP was ZeroKar Electric Concept Vehicle (ECV) vehicle, the ZERO-KAR. The BARP'ed ZERO-KAR uniquely operates by self-charging itself during driving. No plug in down time is required. The ZERO-KAR can run on synthetic fuels, and will discharge minimal to zero emissions. ZeroKar has also applied the BARP process in stand-alone power sourcing products.

ZeroKar, BARP products include:

Zero-G POW-Pak

This system can be customized to power an outbuilding, single family home, hotel or even an industrial park. It can be built to meet every need.

Zero-G COM-Pak

This system provides a lightweight, portable, and efficient power source which is perfect for local quick-response emergency power and powering remote locations.

Zero-G EV-Pak By being entirely self-recharging, this system offers the freedom of a conventionally powered vehicle by not requiring a plug-in location or plug down time.

ZeroKar, BARP System Technology;

Technologies Applications Are:

High Efficiency Stored Energy Electrical Power Plants;

ZeroKar and it's Technologies

- 1) Off-grid Power for remote field sites, emergency on site mobile stations
- 2) Community Power Systems Off-peak energy storage and load leveling
- 3) New Manufacture Electric Vehicle Applications
- 4) Conversion from Fossil Fuel Vehicles to Fully Electric
- 5) BARP System Education stimulating new Jobs and Industry

Benefits;

A.

- Prime Mover In Field Power with lowest fuel/kWh consumption
- Long service/overhaul intervals
- Minimum parasitic losses with high instantaneous (surge) capacity
- Minimum downtime due to redundant power storage
- Redundant Fail Safe Systems, secures continuous operation

B.

- IP Technology; 14 Utility Patent Filings Pending, 4 Provisional
- BARP (Battery Alternating Rapid-Charge Power) universal applications
- Maximum Power Point utilization of Prime Mover (Engine and Generator)
- Smaller Power Plant with proprietary switch providing Triple Surge Capability
- Independent Grid Power Generation, safe guards against Grid Failure

CORPORATE STAFF

Peter V. Hargett; President of New Technology and Research – Peter is responsible for the Technology which was installed in the ZeroKar, he presently is attending Linn Benton Community College. His expertise and focus is in the BARP System, system development, product research, and resource for new technology. Peter is also responsible for new power generation development.

Michael S. Hargett ; CEO/Inventor of BARP SYSTEM and Founder of ZeroKar The invented the BARP; (Battery Alternating Recharging Process) the owner of numerous patents. A 32nd Degree Master Mason, Scottish Rite, York Rite, Knights Templar, Disabled Viet Nam Era Veteran with an Honorable Discharge.

Larry Dye; COO - Born in Iowa, opened and owned the first electric vehicle Zap dealer on the west coast, also was instrumental in securing delivery of the first Li Ion batteries in USA. Military Service , Honorable Discharge Viet Nam Era Veteran.

Natalia Borbenkova ME; Executive Production Chief, Graduated Moscow University in Mechanical Engineering - Production Executive over 1600 employee ball bearing plant outside Moscow Russia.

Jon Newswanger, Executive Corporate Manager – BA from George Fox Christian University with Majors in History, Literature, Foreign Languages.

Dr. Tim Jenkins Phd Physics, Vice President Systems Calculations - Graduate of University of Oregon and a Tenured Doctorate, Head of Physics Department University of Oregon.

Stephen Rosenstock, Executive Technology Consultant, Native of Oregon Stephen holds numerous Patents and is a Contributor in many fields in Energy and Business in The State Of Oregon.

Michael Elder PE, Electrical Engineer – Michael's experience is in systems and engineering, and electrical engineering. His career as Professional Engineer spans work with national corporations. His specialty is Micro Processing, Product Research and Development.

Adrienne Klock, Director of Media & Events - Adrienne coordinates and schedules Media and Public Events.