



595 Southgate Drive
Guelph, Ontario N1G 3W6
Phone: (519) 822-2441
Fax: (519) 822-4366

For Immediate Release: July 23, 2003

HAMMOND POWER SOLUTIONS ANNOUNCES

A STRATEGIC ALLIANCE with MIRUS INTERNATIONAL FOR THE MARKETING & MANUFACTURING OF HARMONIC MITIGATING TRANSFORMERS

Guelph, July 23, 2003 – Hammond Power Solutions Inc. (TSX: HPS.A) and Mirus International Inc. today announced that they have formed a strategic alliance for the marketing and manufacturing of Harmonic Mitigating Transformers.

Hammond has a remarkable history in the transformer industry that spans more than 80 years. With their vast engineering and manufacturing expertise they have become an industry leader in magnetic transformer design and development. As part of their alliance with Mirus, Hammond will introduce a new line of harmonic mitigating transformers (HMTs) for the North American market using the knowledge and design expertise of both companies.

As a global supplier of innovative harmonic solutions for the past twelve years, Mirus International Inc will continue to offer their complete line of harmonic mitigating products through their established sales channels outside Ontario. Within Ontario, Mirus Harmony™ HMTs will be sold through the Hammond sales force. Other Mirus products such as the Eliminator™ Series and the Lineator™ Universal Harmonic Filter for variable frequency drives will be sold by the Mirus sales force in Ontario and elsewhere.

Mirus and Hammond will continue to focus on the development of innovative products for power quality improvement and energy savings. The strength of this alliance will become evident as their combined technical expertise allows them to introduce new products to this growing market.

About Hammond Power Solutions Inc.

Hammond Power Solutions Inc. is the North American stand-alone leader for the design and manufacture of custom electrical engineered magnetics and is also the leading manufacturer of standard electrical dry-type transformers. Leading edge engineering capabilities, high quality products, and fast and responsive service to customers' needs have all served to establish HPS as a technical and innovative leader in the electrical and electronic industries. The Company has two manufacturing plants in Canada, one in the United States and one in Mexico.

FOR FURTHER INFORMATION PLEASE CONTACT:

W.G. (Bill) Hammond, Chairman & CEO

Chris R. Huether, VP Finance & Secretary

Hammond Power Solutions Inc.

(519) 822 - 2441

If you would prefer to receive press releases via email contact Dawn Henderson (dhender@hammondpowersolutions.com).