

PROPRIETARY ENERGY INDUSTRIES INC.

Suite 1000, 530 Eighth Avenue S.W.
Calgary, Alberta, T2P 3S8
Phone 1-403-266-6364, fax 1-403-266-6365

May 11, 2000

(PPI) TSE

IMMEDIATE PRESS RELEASE

Financing Completed

The Board and management of PROPRIETARY ENERGY INDUSTRIES INC. ("Proprietary") are pleased to announce the closing of a \$39,375,000 financing with CommCept AG of Zurich, Switzerland through the private placement of 12.5 million units, comprising one common share and one common share purchase warrant, at a price of \$3.15 per unit.

This substantial addition to Proprietary's working capital will allow for the acceleration of Proprietary's planned growth and a substantial increase in our budgeted profits.

FOR FURTHER INFORMATION PLEASE CONTACT:

Mr. Peter J. Workum, Mr. Theodor Hennig, or Mr. Andrew Mackenzie at 1-403-266-6364

Website: www.proprietary-energy.com

E-mail: info@proprietary-energy.com

The Toronto Stock Exchange has neither approved nor disapproved the information contained herein.