

KINETIC ENERGY INC.

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July 5, 2001

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Alberta Securities Commission
21st Floor, 10025 Jasper Avenue
Edmonton, Alberta T5J 3Z5

B.C. Securities Commission
200 - 865 Hornby Street
Vancouver, British Columbia
V6Z 2H4

Attention: Continuous Disclosure

Dear Sir or Madam:

This letter will confirm that our filing of a Material Change Report on June 17th 2001 for our June 7th News Release contained the incorrect attached file.

I am now attaching the Material Change Report.

If you have any questions please contact the undersigned.

Yours truly,

"Stacey Bligh"

Executive Assistant