



Khosla Ventures Invests in PAX Scientific Spin Off: PAX Streamline

Business offices:

1615 Fifth Avenue

San Rafael, CA 94901

USA

T: 415-256-9900

F: 415-256-9901

www.paxscientific.com

info@paxscientific.com

Research Vessel Pax

P.O. Box 128

South Fremantle, WA 6162

Australia

January 28, 2008, San Rafael, California—PAX Scientific, a leading innovative research and design firm that uses biomimicry to create energy-efficient industrial equipment, today announced that the company has received a capital investment from Khosla Ventures of Menlo Park, CA, into a PAX Scientific spin out company, PAX Streamline. PAX Streamline will focus its patented technology on building high-efficiency heating and air conditioning systems, turbines, marine propulsion, and aerospace technologies, among other applications.

“We are excited by this opportunity to become a part of Khosla Ventures’ visionary portfolio of cleantech partners,” said Jay Harman, CEO of PAX Scientific. “PAX’s biomimetic technology is uniquely positioned to bring the benefits of clean-running, sustainable design to dozens of market sectors, transforming the way the industrial world uses energy. PAX shares Khosla Ventures’ mission to end the world’s dependence on fossil fuels.”

Harman will serve as interim CEO for the new company. Currently, PAX Scientific is commercializing improved air-handling technologies via the company’s master licensees, PaxIT, PaxFan, and PaxAuto. PAX Scientific markets water and wastewater management solutions through a subsidiary, PAX Water Technologies. Industrial mixing systems are being developed by another subsidiary, PAX Mixer.

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About Khosla Ventures

Khosla Ventures offers venture assistance, strategic advice, and capital to entrepreneurs. The firm helps entrepreneurs extend the potential of the Internet to new markets such as mobile technologies and supports breakthrough scientific work such as bio refineries. Vinod Khosla founded the firm in 2004. Vinod

has been labeled the #1 VC by *Forbes*, and *Fortune* recently labeled him as one of the nation's most influential ethanol advocates, noting, "there are venture capitalists, and then there's Vinod Khosla." The firm's capital comes entirely from its own partners and a portion of all profits is donated to charitable causes, with an emphasis on micro-finance, education, and the environment. Khosla Ventures is based in Menlo Park, California.

About PAX Scientific

PAX Scientific is an industrial design firm that employs a fundamental scientific discovery, called the PAX Streamlining Principle, to translate natural flow efficiencies into streamlined geometries. The company then uses these geometries to create designs that significantly improve the performance, output, and energy usage of a wide range of industrial and domestic equipment.