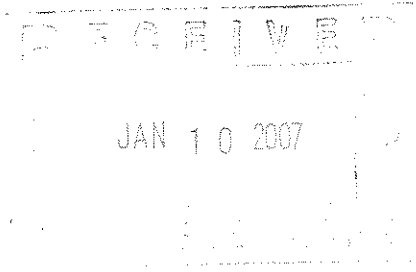




MICHIGAN ECONOMIC DEVELOPMENT CORPORATION

January 5, 2007



300 N. WASHINGTON SQ.  
LANSING, MI 48913

CUSTOMER  
CONTACT CENTER  
517 373 9808

WWW.MICHIGAN.ORG

Kurt Dawson  
Director of Assessing  
City of Rochester Hills  
1000 Rochester Hills Drive  
Rochester Hills, Michigan 48309

Dear Mr. Dawson:

The Michigan NextEnergy Authority (MNEA) is charged by law (Public Act 593 of 2002) with the certification of alternative energy technology businesses and alternative energy personal property (Public Act 549 of 2002). The MNEA is also charged with notifying the assessors and treasurers of the local tax collecting unit and the secretary of the school district, in which the property is located, of such certification.

The enclosed resolution, certifying the attached list of personal property of Energy Conversion Devices, Inc. as Alternative Energy Personal Property exempt from certain property taxes, was adopted at a meeting of the MNEA held on December 19, 2006. As indicated in the enclosed resolution, the maximum value of the exempted property located in the City of Rochester Hills is \$146,518 and is subject to the assessor's concurrence.

The City of Rochester Hills has sixty days from receipt of this letter in which to adopt a resolution to opt-out of the exemption of the alternative energy personal property from local personal property taxes.

The Avondale School District also has sixty days from receipt of this letter in which to adopt a resolution to opt out of specific school-related taxes levied against the personal property.

Personal property acquired by Energy Conversion Devices, LLC prior to January 1, 2013 may be eligible for certification as Alternative Energy Personal Property by the MNEA in future years. The City of Rochester Hills and the Avondale School District will be notified of any future certification and will have sixty days in which to adopt a resolution to opt-out of the exemption on that personal property.

If you have questions, please contact me at 517-335-4418.

Sincerely,

Karen Ammarman  
Secretary to the MNEA Board

Enclosures

EXECUTIVE COMMITTEE

MATTHEW P. CULLEN  
Chair  
General Motors

PHILIP H. POWER  
Vice-Chair  
HCN, Inc.

JAMES C. EPOLITO  
President & CEO

RICHARD E. BLOUSE JR., CCE  
Detroit Regional Chamber

JOHN W. BROWN  
Stryker Corporation

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Center for  
Automotive Research

JOANN CRARY  
Saginaw Future Inc.

DR. HAIFA FAKHOURI  
Arab American and  
Chaldean Council

STEVEN K. HAMP  
Ford Motor Company

HAYDEN H. HARRIS  
EDF Ventures

PAUL HILLEGONDS  
DTE Energy Company

GEORGE JACKSON JR.  
Detroit Economic Growth  
Corporation

MICHAEL J. JANDERNOA  
Bridge Street Capital  
Partners, LLC.

ROBERT B. JONES  
City of Kalamazoo

BIRGIT M. KLOHS  
The Right Place, Inc.

F. THOMAS LEWAND  
Bodman LLP

DR. IRVIN D. REID  
Wayne State University

MICHAEL B. STAEBLER  
Pepper Hamilton LLP

ROBERT W. SWANSON  
Michigan Department of Labor  
& Economic Growth

DENNIS R. TOFFOLO  
Oakland County

PETER S. WALTERS  
Guardian Industries Corp.

**Resolution 2006-05**  
**Michigan NextEnergy Authority**

**Energy Conversion Devices, Inc.**

At the meeting of the Michigan NextEnergy Authority (MNEA) held on December 19, 2006 in Lansing, Michigan.

WHEREAS, Energy Conversion Devices, Inc. (the "Company"), EIN 38-1749884, is a business entity located at 2956, 2983, and 2968 Waterview Drive, Rochester Hills, Michigan 48309, that also has property located at 1100 W. Maple Road, Troy, Michigan 48084,

WHEREAS, on December 16, 2003, the Company was certified as an Alternative Energy Technology Business under the Michigan NextEnergy Authority Act, 2002 PA 593,

WHEREAS, an officer of the Company has certified in writing that the Company continues to be engaged solely in the research, development or manufacturing of the alternative energy technology described as the process of generating and putting into usable form the energy generated by an alternative energy system,

WHEREAS, the alternative energy technology is related to two alternative energy systems; battery cell energy systems and fuel cell energy systems,

WHEREAS, all personal property of an Alternative Energy Technology Business that has not previously been subject to collection of taxes, and has not previously been exempted from taxes, under the general property tax act is eligible for certification,

WHEREAS, the Company has provided a list of such property acquired, or to be acquired, in calendar year 2006 valued at \$306,518 that is attached to this resolution,

BE IT RESOLVED, that the MNEA certifies that Energy Conversion Devices, Inc's property as listed on the attached schedule is Alternative Energy Personal Property and is exempt from taxes levied before January 1, 2013, provided that the local Assessor determines that the property listed:

- 1) is properly classified as personal rather than real property
- 2) has not been previously subject to taxation under the general property tax act, and
- 3) has not previously been exempted from taxes under the general property tax act.

ENERGY CONVERSION DEVICES, INC.  
ALTERNATIVE ENERGY TECHNOLOGY

SCHOOL DISTRICT: ROCHESTER HILLS  
TAXING AUTHORITY: ROCHESTER HILLS

10/10/06  
10:58 AM

ADDRESS: 2956 WATERVIEW DRIVE  
ATTN: JULIA PAIS  
ROCHESTER HILLS, MI 48309  
FEIN 38-1749884

ATTACHMENT TO THE 2006 ALTERNATE ENERGY TECHNOLOGY BUSINESS PROPERTY LISTING

Date Acquired	Plant	Description	Serial #	New/Used	Cost	TAG #	Account	FAS #
01/15/06	3	NITROGEN GENERATOR	3407	NEW	11,531.60	E-0002133	LAB EQUIP	3670
04/10/06	3	RV250 FRAME MOLD	OPI17313	NEW	27,855.00	E-0002182	LAB EQUIP	3789
04/10/06	3	RV250 FRAME MOLD	OPI17314	NEW	27,855.00	E-0002183	LAB EQUIP	3790
09/27/06	3	IRM LAB MILL MODEL 12 600	899062	NEW	22,500.00		LAB EQUIP	3856
03/02/06	1	BATTERY BACKUP FOR EXHAUST FANS	B253147	NEW	19,245.00	E-0002109	MACH & EQUIP	3668
CIP	1	VM5000 AUTO MATCH	9910019B	NEW	6,000.00		MACH & EQUIP	
CIP	1	VM1000	690001140389	NEW	4,080.00		MACH & EQUIP	
CIP	1	CESAR 1330 POWER SUPPLY	613000910001	NEW	12,240.00		MACH & EQUIP	
03/01/06	3	HP COLOR LASERJET PRINTER	JPPCH14579	NEW	4,725.83	E-0002108	COMPUTERS	3669
02/13/06	12	CISCO SWITCH 2948-GE-TX	JAE0947QE34	NEW	3,885.69	E-0002134	COMPUTERS	3671
03/16/06	1	CISCO SWITCH 3550-12T	CAT0947N07T	NEW	6,600.00	E-0002135	COMPUTERS	3672
<del>04/05/06</del>	<del>1</del>	<del>1997 GENIE MANLIFT</del>	<del>237</del>	<del>USED</del>	<del>6,500.00</del>	<del>E-0002194</del>	<del>MACH &amp; EQUIP</del>	<del>3784</del>
<del>04/05/06</del>	<del>1</del>	<del>2001 GENIE MANLIFT</del>	<del>1277</del>	<del>USED</del>	<del>13,100.00</del>	<del>E-0002195</del>	<del>MACH &amp; EQUIP</del>	<del>3785</del>

TOTAL CALENDAR YEAR 2006 ADDITIONS

~~166,118.12~~

\$ 146,510

PLANT 1 2956 WATERVIEW DR. ROCHESTER HILLS, MI 48309  
PLANT 3 2983 WATERVIEW DR. ROCHESTER HILLS, MI 48309  
PLANT 12 2968 WATERVIEW DR. ROCHESTER HILLS, MI 48309