

Photo Release -- Capstone to Offer a Full Line of Hybrid Electric Drive Solutions

CHATSWORTH, Calif., June 14, 2010 (GLOBE NEWSWIRE) -- Capstone Turbine Corporation (www.capstoneturbine.com) (Nasdaq:CPST), the world's leading clean technology manufacturer of microturbine energy systems, announced today that it will now offer a full line of Hybrid Electric Drive Solutions and has entered into a supply agreement with CalMotors for mobile hardened components to serve the growing hybrid electric drive market. Under the supply agreement, CalMotors will provide inverter drives and traction motors to create a complete Capstone Drive Solutions system, including vehicle power control. The inverters and traction motors are mobile hardened versions of the successful Parker Hannifin industrial motor drive products.

A photo accompanying this release is available at https://www.globenewswire.com/newsroom/prs/?pkgid=7610

"This relationship with CalMotors provides Capstone with the products and application expertise to increase our presence in the expanding series hybrid electric drive market," said Darren Jamison, Capstone President and CEO. "Capstone has had good success in the hybrid transit bus market with its clean 30kW and 65kW microturbines used as low emission electric vehicle range extenders. The addition of these drive components will allow Capstone to further penetrate the HEV market segments, including commercial truck and marine applications," added Jamison.

The supply agreement with CalMotors covers a range of traction motor sizes, from 70kW to more than 300kW. This covers applications from small- to mid-size automobiles up to Class 8 tractor trailer trucks. CalMotors will also provide application assistance to integrate the Capstone Drive Solution components into new and retrofit vehicles. CalMotors has a wide range of experience with the Parker motor drive systems, and has redesigned the Parker products to address the vibration, temperature, and use characteristics of demanding mobile applications.

"Capstone is currently working with CalMotors on three new vehicle applications," said Jim Crouse, Executive VP of Sales and Marketing. "These include Class 4 commercial trucks and Class 8 tractors for new OEM applications as well as retrofit to existing vehicles. We are also pursuing marine applications for both auxiliary power and propulsion. Our new Capstone Drive Solution offering should open a lot of opportunities for electric drive systems where our ultra-low emissions and high efficiency have an advantage over more traditional prime movers."

"CalMotors is pleased to partner with Capstone to expand applications for our mobile hardened drive components," said Mike Kasaba, CalMotors President. "We have invested in the control technology to adapt Parker Hannifin's industrial products into hybrid electric

vehicles, and this new partnership is expected to generate opportunities we could not have pursued on our own. Customers are looking for a complete integrated solution that includes a clean range extender, traction drive system, and overall vehicle control, and this agreement with Capstone provides that."

"There has been strong growth in electric drive systems for vehicles, and national and state governments are supporting technologies that can deliver higher performance at lower cost. Capstone is now in a good position to pursue the incentives and funding for these types of applications," added Jamison.

About Capstone Turbine Corporation

Capstone Turbine Corporation (<u>www.capstoneturbine.com</u>) (Nasdaq:CPST) is the world's leading producer of low-emission microturbine systems, and was the first to market commercially viable microturbine energy products. Capstone Turbine has shipped more than 5,000 Capstone MicroTurbine(R) systems to customers worldwide. These award-winning systems have logged millions of documented runtime operating hours.

Capstone Turbine is a member of the U.S. Environmental Protection Agency's Combined Heat and Power Partnership, which is committed to improving the efficiency of the nation's energy infrastructure and reducing emissions of pollutants and greenhouse gases. A UL-Certified ISO 9001:2000 and ISO 14001:2004 certified company; Capstone is headquartered in the Los Angeles area with sales and/or service centers in the New York metro area, Mexico City, Nottingham, Shanghai and Singapore.

The Capstone Turbine Corporation logo is available at https://www.globenewswire.com/newsroom/prs/?pkgid=6212

About CalMotors

CalMotors develops fully integrated hybrid and electric powertrains. CalMotors has designed, engineered, fabricated and tested several advanced technology vehicles for military, commercial, and consumer applications. For more information, please visit www.CalMotors.com.

This press release contains "forward-looking statements," as that term is used in the federal securities laws, about increased presence in the hybrid electric drive market and receipt of the incentives and funding for such applications. Forward-looking statements may be identified by words such as "expects," "objective," "intend," "targeted," "plan" and similar phrases. These forward-looking statements are subject to numerous assumptions, risks and uncertainties described in Capstone's filings with the Securities and Exchange Commission that may cause Capstone's actual results to be materially different from any future results expressed or implied in such statements. Capstone cautions readers not to place undue reliance on these forward-looking statements, which speak only as of the date of this release. Capstone undertakes no obligation, and specifically disclaims any obligation, to release any revisions to any forward-looking statements to reflect events or circumstances after the date of this release or to reflect the occurrence of unanticipated events.

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The photo is also available at Newscom, www.newscom.com, and via AP PhotoExpress.

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