



Dear Shareholder:

May 12, 2009

EWI has been working for years to establish our patented microwave technology. As with any new technology, the biggest challenge is getting the product established in the marketplace. The ability to stay focused on this goal and to struggle through the difficulties involved in getting there is usually the difference between success and failure. One of the other major hurdles is timing. We have all seen or heard of products that seem to be “ahead of their time” or “a little too late”. The key is to have the product ready to launch when the “time is right”.

We have heard repeatedly that EWI’s technology seems to be “ahead of its time”, but that is finally changing. Recent world events and increasing interest in the environment as well as the search for alternative energy and sources of oil have brought renewed interest in EWI’s technology. Most of that interest has been on our tire recycling (TR) processors. EWI built a small tire processing demonstration unit to show that our patented microwave technology can break a tire down to oil, carbon black (an oil derivative) and steel. Since we get almost a gallon (3 litres) of oil per tire, we found that interest in the TR systems increased last year as the price of oil rose. We received inquiries from around the world, but the major barrier to closing a sale was the lack of an operating commercial system.

Although oil prices have dropped sharply, interest in our TR technology remains high. Many groups view the tire problem with the attendant risk of fires and spread of disease, as a growing issue that requires an environmentally friendly solution. EWI’s TR system can recover tire raw materials for use in new products. EWI continues to work on securing the funding to build a showpiece system, although the dismal economic climate has made this a difficult task. We believe we are making solid progress with investors that see the enormous potential in our TR technology and are interested in reaping the rewards that will accrue to those who establish the first commercial facility.

EWI and its shareholders will be major beneficiaries when we build a commercial tire system. We have worked hard to maintain EWI and to continue the development of this exciting technology. We strongly believe that the “Time is Right” and our focus continues to be on setting up a “showpiece” TR system so we can overcome this barrier to sales.

I encourage you to participate in this year’s annual meeting and look forward to meeting you there.

Sincerely,

A handwritten signature in black ink that reads "Stephen Simms".

STEPHEN SIMMS
President / CEO