

PRESS RELEASE

FOR IMMEDIATE RELEASE

Indeck Ladysmith BioFuel Center

Wood Pellet Plant

Pellets Sold, Construction Underway

Ladysmith, Wisconsin – September 16, 2008 - Indeck Energy Services, Inc. (“Indeck Energy”) and Midwest Forest Products Company (“Midwest Forest”) owners of Indeck Ladysmith, LLC (the “Company”), announce that the Indeck Ladysmith BioFuel Center, has sold a major portion of the plant’s first year’s output and has started construction. The plant will be located within the City of Ladysmith’s Forest Products Industrial Park. The plant is expected to be in full commercial operation by July 1, 2009.

The Company has firm orders for a major portion of wood pellet production for the plant’s first year of production with delivery beginning July 1, 2009. The Company also has a number of letters of intent for sales amounts exceeding the plants nameplate production capacity. The company has started actual on-site construction activity including earth work and existing rail road line relocation work.

Wood pellets come in residential and industrial form. Residential pellets are less than 1% ash and are therefore the premium grade product while industrial pellets can contain more wood bark and therefore up to 3% ash. The plant can produce either grade of pellet. Pellets can be shipped either in-bulk or in 40 lb or 20 Kg bags by rail on the Canadian National Rail Way or by truck. The Company expects to make significant bulk and bagged sales to European markets. However, local and regional sales to both residential and industrial customers will be key to the long term success of this venture.

Indeck Energy Services, Inc. is a privately held developer, owner and operator of renewable and conventional energy projects. As one of the few remaining privately held independent power producers, Indeck Energy has grown into a full-service company that offers biofuels production and electrical generation facilities. For more than 20 years, Indeck Energy has demonstrated the imagination, know-how and determination it takes to succeed in this ever-changing industry. Indeck Energy is dedicated to helping communities achieve energy independence using environmentally sound approaches. The company is headquartered in Buffalo Grove, IL.

Midwest Forest Products Company is a privately held corporation that is actively involved in pulpwood processing and procurement, chipping, trucking, timber harvesting, and timberland management. Midwest Forest pioneered the concept of portable ring debarking and chipping services where debarking quality is a primary goal. The company was established in 1977 and is headquartered in Hayward, WI.

For more information, please contact: Indeck Energy Services, Inc., Jim Thompson, Vice President Project Management, at 847.520.3212, jthompson@indeck-energy.com or refer to www.indeckenergy.com.

For information on buying wood pellets from the plant, please contact: Indeck Energy Services, Inc., Nunzio Maniaci, Manager of Business Development, at 847.520.3212, nmaniaci@indeck-energy.com or refer to www.indeckenergy.com.