

## BioCat Fuels to Build New Biodiesel Plant using Mcgyan Technology

*Company seeks \$7 million from investors to launch project*

**Minneapolis** (November 18, 2009) – Citing the need for energy independence and environmental protection, BioCat Fuels today announced it is raising \$7 million through a private placement memorandum (PPM) to begin leveraging the new, exciting Mcgyan biodiesel production process. Ric Larson, BioCat CEO, made the announcement. “We now know the cutting-edge Mcgyan technology works, and it is proving to be clean, efficient and dependable. The time is right to increase biodiesel production using this process. It’s good for the environment. It’s good for the nation.” Larson said that BioCat’s plans include building a new plant in Illinois or retro-fitting a closed biodiesel plant for the new process. Potential locations have not been finalized.

BioCat’s partner, McNeff Research Consultants, Anoka, Minnesota, developed the process and opened its Mcgyan demonstration plant in Isanti, Minnesota, in September 2009. Dr. Clayton McNeff, primary inventor of the Mcgyan process, is chair of the BioCat Board of Directors. According to McNeff, “We have licensed the Mygyan process to BioCat Fuels to develop processing facilities for the technology. We have been very impressed with the quality of the biodiesel that we are now producing in Isanti. To meet our goal of energy independence, we need to move quickly to build as many new plants as possible over the next few years.”

Larson reviewed the benefits of the Mcgyan process: “The Mcgyan process is a continuous process that can convert [non-food waste oils](#) that other processes are unable to convert. Even more importantly, the process uses no water, has no hazardous waste stream and uses oils not suitable for human consumption.”

BioCat said it would not use soybean oil to produce biodiesel. “We would buy oils not fit for human consumption including rancid oils, oils with contaminants, off-spec oils from food processing plants and traditional biodiesel plants, off-spec biodiesel from traditional plants.

These waste oils are typically priced lower than traditional feedstocks, such as restaurant waste grease. This difference would be sufficient to give BioCat a financial advantage over traditional biodiesel plants in today’s market. It also appears that the biodiesel produced by this process is at a quality level that may command a premium in the market.

“At this time there’s more demand than there is product available,” Larson explained. “States are increasing their mandates and the incentives they offer for using biodiesel. For example, Illinois offers an incentive where using 11.5% biodiesel eliminates the state fuel tax on the diesel fuel for farmers, truckers and construction companies. In 2008, Illinois alone consumed over 200 million gallons which was over 50% of the biodiesel produced in the county.”

Potential investors include people who are passionate about the environment and who are supportive of reducing energy dependence on fossil fuels. The BioCat Fuels PPM (private placement memorandum) offers shares at \$1 with a minimum purchase of 20,000 shares. People interested in learning more about the PPM and investing in BioCat Fuels can:

- Visit the BioCat Fuels website at [www.biocatfuels.com](http://www.biocatfuels.com)
- Visit the Ever Cat Fuels website at [www.evercatfuels.com](http://www.evercatfuels.com)
- Email Ric Larson, CEO, [riclarson@biocatfuels.com](mailto:riclarson@biocatfuels.com)
- Email Ben Harris, COO, [benharris@biocatfuels.com](mailto:benharris@biocatfuels.com)
- Call 763-331-0958
- Write to us at BioCat Fuels, 16300 Valley Drive, Andover, MN 55304

*BioCat Fuels was founded in 2008 to partner with McNeff Research Consultants in the production of biodiesel using the Mcgyan technology. Its founder and CEO, Ric Larson, is a former Minneapolis commercial banker; its COO, Ben Harris, came to BioCat from Wells Fargo where he was a lending manager for Wells Fargo’s auto finance division. BioCat is headquartered in Andover, Minnesota.*