

State of California
AIR RESOURCES BOARD

EXECUTIVE ORDER D-649
Relating to Exemptions Under Section 27156
Of the Vehicle Code

Stabilized Energy Systems Corporation
"Fossil Fuel Stabilizer"

WHEREAS, Vehicle Code Sections 27156 and 38391, and Title 13, California Code of Regulations (hereafter "CCR") Section 2222(e), authorize the California Air Resources Board and its Executive Officer to exempt add-on and modified aftermarket devices from the prohibitions of Vehicle Code Section 27156.

WHEREAS, The Energy Group of Postal Ste #337, Little Falls, New Jersey 07424-0337, has applied to the Air Resources Board for exemption of Fossil Fuel Stabilizer manufactured by Stabilized Energy Systems Corporation (SESC) of P.O. Box 42282, Indianapolis, Indiana 46242-0282, from the prohibitions in Vehicle Code Sections 27156 and 38391. The Fossil Fuel Stabilizer is for installation on 1994 and older model year gasoline vehicles and 2006 and older model year diesel vehicles.

WHEREAS, pursuant to the authority vested in the Executive Officer by Health and Safety Code Section 39515 and in the Chief, Mobile Source Operations Division by Health and Safety Code Section 39516 and Executive Order G-02-003 the Air Resources Board finds that:

1. The Fossil Fuel Stabilizer is an add-on device installed in the fuel line in a motor vehicle.
2. The Fossil Fuel Stabilizer is intended for use with a required motor vehicle pollution control system.
3. The Fossil Fuel Stabilizer by being installed in the fuel line alters the original design of a motor vehicle pollution control system.
4. The Fossil Fuel Stabilizer is a device subject to the prohibitions of Vehicle Code Section 27156 and an add-on part as defined by Title 13, CCR Section 1900, (b)(1).
5. The Fossil Fuel Stabilizer does not reduce the effectiveness of any required motor vehicle pollution control system.

6. The Air Resources Board, in exercising technical judgement, is aware of no basis on which the Fossil Fuel Stabilizer will provide either a decrease in emission or an increase in fuel economy.
7. The Air Resources Board has not determined what effect the use of the Fossil Fuel Stabilizer may have on any warranty; either expressed or implied, by the manufacturer of a motor vehicle on which the device is installed.
8. The Fossil Fuel Stabilizer is not a certified motor vehicle pollution control device pursuant to Health and Safety Code Section 43644.
9. The Air Resources Board by granting an exemption to Stabilized Energy Systems Corporation for the Fossil Fuel Stabilizer does not recommend or endorse in any way the Fossil Fuel Stabilizer for emissions reduction, fuel economy, or any other purpose.

IT IS HEREBY RESOLVED that the Fossil Fuel Stabilizer is exempt from the prohibitions of Vehicle Code Section 27156 for installation on 1994 model year and older gasoline vehicles and 2006 and older model year diesel vehicles subject to the following conditions:

1. No changes are permitted to the Fossil Fuel Stabilizer device as described in the application for exemption. Any changes to the Fossil Fuel Stabilizer or any of its component, or other factors addressed in this order must be evaluated and approved by the Air Resources Board prior to marketing in California.
2. Marketing of the Fossil Fuel Stabilizer without a permanent label showing the Executive Order number or marketing of the Fossil Fuel Stabilizer for an application other than the one stated in this Executive Order shall be prohibited unless prior approval is obtained from the Air Resources Board. Exemption of this product shall not be construed as an exemption to sell, offer for sale, or advertise any components of the Fossil Fuel Stabilizer as an individual device.
3. Any oral or written references to this Executive Order or its content by Stabilized Energy Systems Corporation, its principals, agents, employees, distributors, dealers, or other representatives must include the disclaimer that the Executive Order or the exemption it provides is not an endorsement or approval of any emissions reduction claims for the Fossil Fuel Stabilizer and is only a finding that the Fossil Fuel Stabilizer is exempt from the prohibitions of Vehicle Code Section 27156.
4. This exemption shall not apply to any device, apparatus, or mechanism advertised, offered for sale, sold with, or installed on a motor vehicle prior to or concurrent with transfer to an ultimate purchaser.

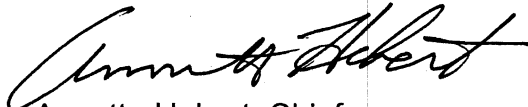
5. No claim of any kind, such as "Approved by the Air Resources Board" may be made with respect to this Executive Order in any advertising or other oral or written communication.

THIS EXECUTIVE ORDER DOES NOT CONSTITUTE A CERTIFICATION, ACCREDITATION, APPROVAL, OR ANY OTHER TYPE OF ENDORSEMENT BY THE AIR RESOURCES BOARD OF ANY CLAIMS OF THE APPLICANT CONCERNING ANTI-POLLUTION BENEFITS OF THE FOSSIL FUEL STABILIZER.

Executive Order D-612 dated October 16, 2006, is hereby superseded and of no further force and effect.

Violation of any of the above conditions shall be grounds for revocation of this order. The order may be revoked only after ten day written notice of intention to revoke it, during which period the holder of the order may request in writing a hearing to contest the proposed revocation. If a hearing is requested, it shall be held within ten days of receipt of the request, and the order may not be revoked until a recommendation is made, after the hearing, that grounds for revocation exist.

Executed at El Monte, California, this 30 day of September 2008.



Annette Hebert, Chief
Mobile Source Operations Division