

**PowerFilm, Inc.**  
**Trading Update**

21 June 2011, PowerFilm, Inc. (AIM: PFLM), ("PowerFilm" or the "Company"), the developer and manufacturer of thin flexible solar panels, today announces a trading update prior to the end of the half year 2011.

Orders received to date during the first half of 2011 are approximately \$5.7 million.

Total revenue (sales revenue and development contracts) for the first half of 2011 is expected to be in the range of \$4.0 to \$4.5 million (2010 first half: \$4.5 million), and for the first half of the year the Company expects to incur a loss (2010 first half: \$0.5 million net loss after tax).

The building integrated third-party testing and commercial collaborations continue as planned.

Phicot, the majority-owned PowerFilm thin film electronics subsidiary, continues to make progress with device improvements to its flexible display technology.

These numbers provide a preliminary view of unaudited results for the first half of 2011. Full first half results will be reported in September.

**For further information, please contact:**

PowerFilm, Inc. +1 (515) 292 7606 x 102

Frank Jeffrey, CEO

Mike Coon, VP, Building Integrated,

Business Development, and External Relations

Nomura Code Securities Limited, Nominated Advisor +44 (0) 20 7776 1200

Juliet Thompson, Giles Balleny

*A copy of this announcement will be available on the PowerFilm website at <http://www.powerfilmsolar.com>. The common shares of PowerFilm, Inc. are traded on the AIM Market of the London Stock Exchange and are not registered under the US Securities Act 1933, as amended. Such shares may not be offered or sold to residents of the United States or to persons acting on their behalf, or to other persons who are "United States Persons" within the meaning of Regulation S as promulgated under the Securities Act of 1933, unless such shares have been registered under the Securities Act or there is an available exemption from registration.*