



---

FOR IMMEDIATE RELEASE.....

XetaComp Signs Intellectual Property  
Agreement with Technology Institute in Mexico

Edmond, OK (Nov. 15, 2008): Officials at NanoBioMagnetics, Inc., today announced that XetaComp Nanotechnology, LLC, a wholly owned subsidiary, has concluded an agreement to license the company's nanofabrication technology to the Innovation and Technology Transfer Institute, Monterrey City, Mexico. The Institute, an independent entity within the Research and Technology Innovation Park with governmental funding, has established a nanotechnology incubation center to provide financial and material resources for early stage nanotechnology ventures. Client companies will have access to these resources to support and validate commercial scale nanofabrication methods for their respective. XetaComp's nanofabrication technology will be a centerpiece within the incubator.

Earl Herring, General Manager of XetaComp, looks at this agreement as "the first step in a growing relationship, which will lead to expanded capacity and markets for our products." XetaComp will **not only** be working closely with the Institute and its client companies to assist in the conversion of product technologies to commercial practice, but will also "become an integral part of the nanotechnology incubator, first training their engineers at XetaComp's facility in Lawton, then working with the Institute's client companies on use of equipment for commercial production."

"This is a great opportunity for XetaComp to build an international reputation as a producer of functionalized nanomaterials, such as the sunscreen active ingredient now being marketed under the sunVex trademark", says Charles Seeney, President & CEO of NanoBioMagnetics. In addition, he hopes this interaction with the Institute will lead to a sister organization in Oklahoma, leading to the growth of a nanotechnology infrastructure, bringing new jobs and economic benefits to the communities.

The Nanotechnology Incubator will house several pilot plants, each designed as platforms which will be used by client companies to produce their respective commercial products. Once the development work is complete, the company will move from incubator status to other areas of the technology complex. Dr Jaime Parade, General Director of the Institute, the group retained by the Mexican government to inlicense nanofabrication technologies, states that, "We have looked all over the world for nanofabrication platforms that will lead to commercial opportunities, and economic development. We were very pleased to find XetaComp, and look forward to an exciting time as we build a nanotechnology eco-system."

XetaComp, established by NBMI in 2006, is a manufacturer and marketer of functionalized nanomaterials. "The company develops and produces nanomaterials that demonstrate enhanced performance properties and present economic advantages in commercial applications. The company's first commercial product is the active sunscreen ingredient, sunVex, now being targeted to the cosmetics industry", says Herring. He concludes, "This is a significant step toward becoming an international company. We have a great product technology and a great process technology. I certainly believe we have a bright future."

Contact Information: Earl Herring, (580) 355-9382  
Charles Seeney, (405) 844-5118

Safe Harbor Statement

Certain statement included in this press release may constitute forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements relate to, among other things, plans and timing for the introduction or enhancement of products and services, statements about future market conditions, supply and demand conditions, and other expectations, intentions and plans contained in this press release that are not historical fact and involve risks and uncertainties. The company's expectations regarding future revenues are dependent upon the ability to develop and supply products and services that meet defined specifications. When used in this press release, the words "plan," "expect," "believe," and similar expressions are generally considered forward-looking statements. These statements reflect current expectations.