



XsunX Inc. Secures \$10.8 Million Financing Commitment

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Structure Provides Flexibility to Fund Company Growth

PR9.NET July 18, 2005 - ALISO VIEJO, Calif., - XsunX, Inc. (OTCBB: XSNX.OB), developer of Power Glass(tm)-- an innovative solar technology that allows glass windows to produce electricity from the power of the sun, announced today that it has secured a total of \$10,850,000 in financing with Cornell Capital Partners LP to support the continued development and growth of the Company.

Under the agreement signed July 14, 2005, Cornell has committed to provide up to \$10 million of funding in the form of a Standby Equity Distribution Agreement or (SEDA) to be drawn down over a 24-month period at XsunX's discretion in tranches up to \$250,000 each. Once a registration statement is filed by XsunX, and declared effective by the Securities and Exchange Commission (SEC), the SEDA allows XsunX to raise capital as required in amounts deemed suitable by the Company over the two-year period.

In addition, XsunX sold an aggregate of \$850,000 of fixed price Secured Convertible Debentures to Cornell. The structure of the convertible allows Cornell to convert, at their option, into common shares of the Company at the fixed price of \$.10. The Company received \$400,000 of the debenture at the time of signing with an additional \$450,000 to be advanced prior to the filing of a registration statement with the Securities and Exchange Commission (SEC) in connection with the transaction.

About XsunX

XsunX, Inc. is developing Power Glass(tm) -- an innovative solar technology that allows glass windows to produce electricity from the power of the sun. Please visit the Company's website for more information: <http://www.XsunX.com>

About Cornell Capital

Managed by US based Yorkville Advisers LLC, Cornell Capital Partners, LP is a key player in structuring and executing equity agreements. Facilities similar to this Standby Equity Distribution Agreement are widely utilized by companies in the USA, UK and Australia. To date, the Cornell group has made available in excess of \$800 million for over 100 publicly traded corporations. For more information please visit: <http://www.cornellcapital.com>

This press release does not constitute an offer to sell or the solicitation of an offer to buy any of the securities mentioned in this release. The securities described in this release have not been registered under the Securities Act of 1933 or any state securities laws, and may not be offered or sold in the United States absent an effective registration statement covering such securities or an applicable exemption from such registration requirement.

Safe Harbor Statement: Matters discussed in this press release contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. When used in this press release, the words "anticipate," "believe," "estimate," "may," "intend," "expect" and similar expressions identify such forward-looking statements. Actual results, performance or achievements could differ materially from those contemplated, expressed or implied by the forward-looking statements contained herein. These forward-looking statements are based largely on the expectations of the Company and are subject to a number of risks and uncertainties. These include, but are not limited to, risks and uncertainties associated with: the impact of economic, competitive and other factors affecting the Company and its operations, markets, product, and distributor performance, the impact on the national and local economies resulting from terrorist actions, and U.S. actions subsequently; and other factors detailed in reports filed by the Company.

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