



News Release

IWG ANNOUNCES FIRST QUARTER EARNINGS

February 26, 2002

Burnaby, BC, Canada -

International Water-Guard Industries Inc. (IWG) has released its financial results for the first quarter of Fiscal 2002. The Company announces net earnings for the period of \$77,037 on sales that had increased by 129% to \$1,330,954. Results for the same period in Fiscal 2001 were a loss of \$160,750 on sales of \$580,187. First quarter earnings of \$0.01 per share compare to the prior year's first quarter loss of \$0.02 per share on both a basic and fully diluted basis.

Bill Coote, IWG's President and CEO, resolved to intensify the activities that produced the first quarter results as a means to diminish possible economic shock waves from the events of September 11, 2001. "Our near term and long range business plan continues to be increasing shareholder value by capitalizing on our developed technology and customer base," Coote said.

"IWG will continue to control costs and increase efficiencies through major information technology enhancements, and more importantly, will not only build upon the supplier and customer partnerships that have brought us this far, but will increase our efforts to build new relationships," he added. "We know that in today's economy, customers are in charge, and we are reaching out to them in both the aviation and industrial markets to ensure that we continue to provide the products and services that they want to buy."

International Water-Guard Industries Inc. is a Canadian water treatment company providing total water treatment solutions to aviation, industrial/commercial, and residential customers throughout the world. Services include water treatment needs analysis, system design/assembly, and ongoing support. IWG has expertise in all aspects of water treatment, including advanced filtration, ultraviolet disinfection, reverse osmosis, deionization, etc.

On behalf of the Board of Directors
International Water-Guard Industries Inc.

"C.W. Coote"
President & CEO

The Canadian Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

CDNX: IWG

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