



News Release

FISCAL 2003 RESULTS ANNOUNCED

January 30, 2004

Burnaby, BC, Canada -

International Water-Guard Industries Inc. (IWG) reports sales for the fiscal year ended September 30, 2003 of \$3,050,097 compared to prior sales of \$4,048,939. The fiscal 2003 loss was \$727,974 (\$0.05 per share) vs. a loss of \$395,717 (\$0.03 per share) in the prior year. The per share loss is on both a basic and fully diluted basis.

Approximately 22% or \$161,840 of this year's loss is attributable to the write down of the Company's interest in its China joint venture assets. The decrease in unit sales in both of its markets was aggravated by a loss in sales value due to the weaker U.S. dollar, offset in part by lower costs of U.S. dollar purchases and lower expenses, leading to the remaining increased loss for the year. Evident during the middle of the prior fiscal year and continuing through fiscal 2003, was the economic impact on the Company's major market in aviation products following the September 11th crisis that impacted business aircraft sales by the Company's customers. This has occurred as the Company was gearing up capacity for increasing product sales and a still anticipated outlook for capturing several aircraft circulating potable water system kit sales.

Included in fiscal 2003 results is the delivery of the Company's third aircraft circulating potable water system (C-PWS™), installed on an Airbus A310 aircraft. This installation was the first of a five aircraft C-PWS™ contract. The A310 potable water system design was certified by Transport Canada upon completion of the installation by Air Canada Technical Services on behalf of their customer.

The Company invested \$591,971 in model-specific aircraft circulating potable water system design and certification costs as it brings such designs to the market for business aircraft manufacturers, completion centres, and owners in fiscal 2004 and beyond. Financing for this investment was provided by available working capital and the issuance of common shares on exercise of warrants, subsequent to the year end.

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

CDNX: IWG

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