



INTERNATIONAL
Water·Guard

News Release

IWG ANNOUNCES THIRD QUARTER RESULTS – FISCAL 2007

July 26, 2007

Burnaby, BC, Canada - International Water-Guard Industries Inc. reported sales during the third quarter in fiscal 2007 of \$1,042,882, an increase of 3% above the previous year. Third quarter net earnings were \$91,368 compared to net earnings of \$152,120 in the prior year's third quarter.

Nine month sales to June 30th were \$3,206,203 compared to \$2,733,361 in the prior year, an increase of 17%. Nine month net earnings were \$403,111 compared to net earnings of \$337,883 a year earlier.

"We are pleased to see our sales growth continuing, with eleven consecutive profitable quarters", said IWG President & CEO David Fox, "but like many other companies dealing in US dollars, we have seen the impact of a strong Canadian dollar this quarter. Based on unit sales, we have actually had a 9% increase over the equivalent period from 2006" he added.

The results for the quarter provide 0.3¢ net earnings per share in the current quarter (1.2¢ year to date), compared to net earnings of 0.5¢ per share in the third quarter of the prior year (1.0¢ year to date) on both a basic and fully diluted basis.

International Water-Guard is a Canadian aerospace company focusing on aircraft potable water treatment and full water system solutions. IWG has expertise in all aspects of water treatment, and has the products and know-how to provide high quality water for passengers and crew, and light weight, space saving solutions for the aircraft operator.

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

"David C. Fox"
President and CEO

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

TSX VENTURE: IWG

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