

News Release

IWG'S UNIQUE POTABLE WATER SYSTEM CERTIFIED FOR BOEING 737-700 BBJ AIRCRAFT INSTALLATION

October 12, 2004

Burnaby, BC, Canada - International Water-Guard Industries Inc.(IWG) is pleased to announce that after a multi-million dollar development program the first installation of its patented Circulating Potable Water System (C-PWS $^{\text{TM}}$) has been certified for Boeing Business Jet (737-700 BBJ) aircraft.

"This certification is a particularly positive development for us," said David Fox, IWG's President and CEO. "The BBJ is a popular aircraft and we're not only pleased to be able to offer our system to new and existing operators, but because the BBJ is a 737 derivative, the system is also attractive to operators beyond the corporate aircraft market. With this STC in hand, we can now move these initiatives forward. In addition, with the recent Environmental Protection Agency report in the US being critical of airline water quality, having water treatment units and water systems available and certified is especially important should the industry require them ."

The BBJ is a variant of the Boeing 737, the world's most popular airliner, and is used as corporate and head-of-state transport. The certification received from Transport Canada is a Supplemental Type Certificate (STC), which allows the system to be installed on any Boeing BBJ aircraft. A BBJ with IWG's system installed has been flying for several months.

The system includes IWG's water treatment units to destroy potentially harmful bacteria and viruses, and provide clean, fresh water to all points of use, is lightweight and saves apace. Using continually circulating water flow prevents freezing without electrical water line heaters, and unique pump pressurization makes the system simple.

The C-PWS[™] has been installed on three other aircraft types (Airbus A310, Bombardier Global Express, and Gulfstream GIV) and there are more than 900 of IWG's ultraviolet potable water disinfection units flying worldwide on virtually every type of business jet and privately registered airliner type aircraft, ranging from the Gulfstream GIV to the Boeing 777.

International Water-Guard Industries Inc. 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, while saving weight and space for the aircraft operator.

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

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