

News Release

IWG GRANTS INCENTIVE STOCK OPTIONS

July 31, 2007

Burnaby, BC, Canada - - International Water-Guard Industries Inc. announces that 275,000 options have been granted under the company's Stock Option Plan, to replace the same number of options that have expired. This number includes 120,000 options reissued to a director and to an officer of the company. These options have been issued for the purchase of common shares at \$0.145 per share, subject to approval by the TSX Venture Exchange.

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, and light weight, space saving solutions for the aircraft operator.

On behalf of the Board of Directors

International Water-Guard Industries Inc.

"D. C. Fox"

D. C. Fox President & 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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