

News Release

IWG Announces Operating Loan Credit Facility with the Toronto-Dominion Bank

May 16, 2006

Burnaby, BC, Canada - International Water-Guard Industries Inc. is pleased to announce that it has entered into an agreement for a \$500,000 operating loan credit facility with The Toronto-Dominion Bank.

"This signifies the confidence of the financial community following the reporting of six consecutive profitable quarters" said David Fox, IWG President & CEO. "As we grow, management of working capital becomes an issue of increasing focus. We are pleased to be working with TD in building for the future."

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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