



IWG TECHNOLOGIES

## News Release

### **IWG TECHNOLOGIES INC. ANNOUNCES AGREEMENT TO ACQUIRE THE AVIATION HEATER PRODUCT LINE OF KELTECH INC.**

July 6, 2011

**Burnaby, BC, Canada** – IWG Technologies, Inc. announced today that it has entered into an agreement to acquire the Aviation Water Heater product line of Keltech, Inc. of Delton, Michigan.

“The Keltech line of aviation water heaters is well known throughout the VIP airliner and business jet community,” said David Fox, IWG Technologies president & CEO. “It provides a constant flow of hot water in high flow situations, such as showers and galleys. We have acquired the line to expand our product offerings, and as a first step to growing the business portfolio of IWG Technologies, Inc.,” he added. A brief video may be found at [www.iwgtech.com](http://www.iwgtech.com)

“It is a win-win situation for all,” said Melody Lutz, Vice President of Keltech. “For us to grow the Aviation Heater product line would have required investments in areas outside our strategic focus, as our core business is in the commercial and industrial market segments. IWG Technologies is ideally suited to maximize the value of this profitable line. Plus, the sales transaction provides the best result for our employees and customers and the proceeds will allow for reinvestment in our business to prepare for future growth.”

The products are complementary in terms of both technology and customers to IWG’s current product portfolio, and will benefit from IWG’s AS9100 quality status and engineering and certification expertise specific to the aviation market. “We see a good opportunity for growth,” says Fox. “Keltech had revenues of around half a million a year from this product line, and we hope to go from there.”

“We were very excited knowing that the outstanding team at IWG Technologies would better advance the market development of the Aviation Heater product line, building on the strategies that have made them a preeminent aerospace company,” said Lutz.

Full transition to IWG will take place over the next several months, but customers will be dealing with IWG immediately. Keltech Inc. will continue its focus in non-aviation markets.

The all cash transaction is valued at US\$700,000, payable as to \$350,000 at closing and the remainder over four years. Functionally, the product line will be run by IWG Technologies subsidiary, International Water-Guard Industries, Inc.

Closing is expected to occur July 8, 2011 and is subject to receipt of approval of the TSX-Venture Exchange.

IWG Technologies, Inc is the public holding company for International Water-Guard Industries Inc., a Canadian aerospace company focusing on aircraft potable water treatment, water systems and components. 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 lightweight, 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

***This news release contains certain forward-looking statements that reflect the current views and/ or expectations of IWG with respect to its performance, business and future events including statements with respect to completion of proposed or future transactions. Such statements are subject to a number of risks, uncertainties and assumptions, which may cause actual results to be materially different from those expressed or implied including the risk that required approvals will not be obtained and that suitable additional businesses may not be identified. IWG assumes no future obligation to update these forward looking statements except as required by applicable securities laws.***

*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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