



News Release

IWG ANNOUNCES SECOND QUARTER RESULTS – FISCAL 2004

May 4, 2004

Burnaby, BC, Canada - International Water-Guard Industries Inc. announces a 12% increase in sales for the second quarter of Fiscal 2004 and a 34% increase year to date. Sales for the second quarter were \$791,588, and \$1,955,035 for the six months, yielding net earnings of \$4,278 in the quarter and \$95,124 for the year to date. Results for the same period in Fiscal 2003 were sales in the second quarter of \$750,412, \$1,456,355 for the six months with losses of \$125,420 in the quarter and \$217,201 for the six months. Earnings for the six months of \$0.01 per share compares to the prior year's six months loss of \$(0.01) per share on both a basic and fully diluted basis.

The principal increase in sales was attributed to the delivery in the first quarter of three aircraft circulating potable water system kits (C-PWS™) for the Airbus A310 aircraft as a portion of a five shipset design, certification and supply contract. An improvement in product and parts sales also contributed to increased sales, which combined with reduced costs, enabled the Company to report earnings in the current year.

The Company's directors have also granted 580,000 options to purchase common shares at \$0.18 under the Company's Stock Option Plan subject to approval by the TSX Venture Exchange. Of this number, 500,000 were issued to an officer and a director and 80,000 to employees.

International Water-Guard Industries Inc. is a Canadian water treatment company providing total water treatment solutions to aviation, industrial/commercial, and residential customers throughout the world. Services include water treatment needs analysis, system design/assembly, and ongoing support. IWG has expertise in all aspects of water treatment, including advanced filtration, ultraviolet disinfection, reverse osmosis, deionization, etc.

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

"C.E. Butterfield"
CFO and Corporate Secretary

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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