



The Environmental Group Limited

Delivering the Cleanest Solutions

23 December 2002

The Manager
Companies Announcements Office
Australian Stock Exchange
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Subject: EGL Wins Order from Water Corporation

Please find the following announcement to be released to the market.

Yours faithfully
The Environmental Group Limited

Victor Mahoney
Company Secretary

Australian Stock Exchange



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ASX ANNOUNCEMENT

23 December, 2002

WATER CORPORATION SELECTS EGL FOR BEENYUP WWTP UPGRADE WORKS

The Environmental Group Limited has won an order from Water Corporation to design, construct and commission an upgraded sludge treatment system at their Beenyup WWTP in Craigie, Western Australia. Contract value is of the order \$0.8 million.

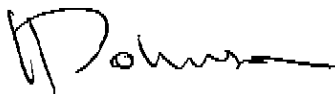
The project involves specialist process changes and equipment upgrading to facilitate enhanced thickening of excess activated sludge. Existing Dissolved Air Flotation Thickeners (DAFT) will be modified and optimised. The upgrade will allow existing sludge digesters on the site to operate more efficiently.

The upgrade works is scheduled to be completed during May 2003.

EGL has won several major projects in Western Australia for both the municipal market and mining industry, however this project is the first water treatment project to be conducted for Water Corporation.

EGL is now firmly established as a leading supplier to both the municipal and industrial markets throughout Australia for both our water treatment and gas and vapour businesses.

For further information, please contact Mr. Howard Johnson on (02) 8858 3499.



Howard Johnson
Managing Director and CEO

DELIVERING INNOVATIVE ENVIRONMENTAL SOLUTIONS

Visit our website: <http://www.environmental.com.au>