

# ASX ANNOUNCEMENT

20<sup>th</sup> January , 2003

## EGL WINS MAJOR PRESSURE SEWER CONTRACT IN VICTORIA

EGL, operating subsidiary, Environmental Group (Operations) Pty Limited has won a second major pressure sewer contract in Australia. The contract is to supply low-pressure sewer equipment to South East Water Limited (SEW) for Warneet and Cannons Creek.

Contract value is approximately \$2.1 million for the supply of units, delivery, commissioning, spares, training and warranty support on over 440 residential lots.

EGL announced in December, 2002 that it would exercise its option to acquire the entire issued capital of Water Environment Systems Pty Ltd (WES), our strategic alliance partner for the low pressure sewer business after meeting performance targets.

The EOne low pressure sewer technology being supplied , is a new approach for Australia and will provide a better sewage collection service at a lower price than using conventional gravity systems. It has particular advantages for sites involving rocky ground, flat topography, high water table or environmental sensitivity. It has the added advantage of eliminating ingress of wet weather flows and ground water to the sewer system, thus minimising total sewage flows. This is frequently a critical concern for extension of sewer systems at the margin of already overloaded sewage treatment plants.

Success on this project and on a similar size project for Wagga Wagga City Council in September , 2002 firmly establishes EGL as the major supplier of low pressure sewer technology and services in the Australian market .

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

Howard Johnson  
Managing Director and CEO

**□ DELIVERING THE CLEANEST SOLUTIONS □**

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