



To: ASX Announcements

Date: 30 July, 2004

Re: First Australian Phoslock Order

The first commercial order for Phoslock granules to be used in Australia has been received and is in the process of being filled.

The order is for a sewage treatment plant ("STP") in southern NSW. The STP requires 14 tonnes of granules with treatment expected to take place in early September. The STP has substantial algal blooms, caused by the high levels of phosphorus in the final effluent ponds. Reduction of both phosphorus levels and elimination of algae is required under the STP's discharge licences with the NSW EPA. The problems faced by this STP are similar to those faced by possibly hundreds of other STP's in Australia and many thousands more worldwide.

STP's have always been recognised by IMT as a major market for Phoslock worldwide. By their nature, STP's receive quantities of phosphorus every day, resulting in repeat treatment of Phoslock being necessary once concentration levels reach a designated level.

Treatment Contract

IMT has been engaged to undertake the treatment for the STP, thus providing a full turnkey service. Undertaking treatment contracts will provide IMT with a further profitable revenue stream. IMT will use equipment that is similar to the standard equipment used to apply reagents of various kinds to dams and reservoirs.

The expertise gained by IMT in applying Phoslock will allow it to establish treatment contracting businesses or alternatively, to train contractors in all regions and countries where Phoslock is sold. IMT will develop its strategy on a case by case basis.

For further details, please contact Brett Crowley, CEO, on 02 96980622.