



P.O BOX 230, RYDALMERE, BC NSW 1701
36 SOUTH STREET, RYDALMERE
NSW 2116 AUSTRALIA
TEL: (+612) 9898 8600 FAX: (+612) 9898 1877
WEBSITE: www.waterco.com

ASX RELEASE

12 September 2003

Placement to fund overseas expansion and for acquisition opportunities

Waterco Limited is pleased to announce that the Company has received firm commitments to place up to 1,350,000 new fully-paid ordinary shares in the Company at \$2.20 each to raise (before costs of the issue) up to \$2,970,000 (subject to receipt of valid applications). The shares to be issued pursuant to the placement will rank equally in all respects with all other fully paid ordinary shares in the Company and Waterco will apply for quotation on the ASX of all of the new shares once issued.

Stockbroker Tolhurst Noall Limited has arranged the placement to sophisticated, experienced and professional investors pursuant to subsections 708(8), 708(10) and 708(11) respectively of the *Corporations Act 2001 (Cth)*. The funds raised will enable Waterco to reduce bank debt, strengthen its balance sheet to take advantage of acquisition opportunities and to fund the Company's continued overseas expansion.

The placement is being conducted in accordance with ASX Listing Rule 7.1. Following the issue, Waterco will have issued capital of 20,284,650 shares.

Further information

For further information please contact:

Mr Soon Sinn Goh
Managing Director
Tel: (02) 9898 8600