

February 13, 2004
For immediate release:

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DRiWATER, INC. ACQUIRES AQUAGEL OPERATIONS IN AUSTRALIA

*Transaction opens up market for distribution of
time-release water to drought plagued country*

SANTA ROSA, CA USA / ADELAIDE, AUSTRALIA – DriWater, Inc., worldwide manufacturer of DRiWATER[®], and Aquagel today announced that DriWater, Inc. would effectively acquire the entire operations from Aquagel.

“I am pleased to see that my efforts to develop the market in Australia has led to this mutually beneficial transaction,” commented Domenic Perre of Aquagel. “The demand for DRiWATER[®] in Australia has grown over the past five years to the point where DriWater, Inc. can now take it to the next level. Their successes in the United States and elsewhere around the world make me believe the operations will be in good hands.”

Australia is coming off its worst year of drought in decades and the commercial, agricultural and consumer markets are looking for innovative means to irrigate plants. Water conservation practices have become critical to many areas that have not received ample precipitation.

“We are very pleased to come to an agreement with Aquagel. Mr. Perre has paved the way for DriWater, Inc. and we applaud his efforts,” said Glenn Smith, DriWater, Inc. Sr. Vice President. “The size of the opportunity for DRiWATER products in Australia is tremendous and we are ready to apply our considerable experience to growing the business there. All existing customers can expect to receive high quality products and we plan to expose DRiWATER to a whole new generation of customers.”

Based in Santa Rosa, California, DriWater, Inc. is the worldwide manufacturer of DRiWATER[®]. DRiWATER[®], a patented technology, is sold to commercial and retail customers in the United States and throughout the world. For more information visit www.driwater.com.