



1443 SPITFIRE PLACE | PORT COQUITLAM, BC | V3C 6L4 CANADA

PRESS RELEASE

October 26, 2016

CSE: IWS; FRANKFURT: IWI; OTC: INTWF

IWS Announces Joint Venture in Australia and New Zealand

VANCOUVER, B.C., October 26, 2016 – International Wastewater Systems Inc. (the “Company”) (CSE: IWS) (FRANKFURT: IWI) (OTC: INTWF) is pleased to announce a **Joint Venture agreement (“JV”)** with **Environmental Technology Solutions (“ETS”)** of Australia, a leading provider of energy efficiency and sustainability solutions with offices in Canberra and Melbourne.

ETS is already representing IWS products in Australia and New Zealand and is currently completing its inaugural project, a SHARC thermal heat recovery system to be installed for the Australian Wool Testing Authority in Melbourne (for details on this project see IWS press release dated March 16, 2016).

IWS and ETS have jointly established SHARC Energy Systems Australasia Pty Ltd., a JV company through which IWS and ETS will design, build, operate and maintain IWS’s proprietary thermal heat recovery equipment in Australia and New Zealand under the SHARC and PIRANHA brands.

ETS is uniquely positioned in the region with the ability to manufacture and assemble custom equipment in Australasia using IWS’s intellectual property. Through its regional networks ETS has generated significant interest from potential customers for various commercial and industrial applications of IWS products.

Lynn Mueller, CEO of IWS commented: “We are pleased to have found in ETS a partner with the proven capability to build, install and service SHARC an PIRANHA projects in the region and look forward to developing the pipeline of identified projects in Australia and New Zealand.”

ON BEHALF OF THE BOARD

“Lynn Mueller”

Lynn Mueller

Chairman and Chief Executive Officer

FOR MORE INFORMATION, PLEASE CONTACT:

Yaron Conforti, CFO and Director

Telephone: (416) 716-8181

Email: yaron.conforti@iws-sharc.com

About International Wastewater Systems Inc.

International Wastewater Systems Inc. is a world leader in thermal heat recovery. IWS systems recycle thermal energy from wastewater, generating the most energy efficient and economical systems for heating, cooling & hot water for commercial, residential and industrial buildings. IWS is publicly traded in Canada (CSE: IWS), the United States (OTC:INTWF) and Germany (Frankfurt: IWI).

The CSE does not accept responsibility for the adequacy or accuracy of this release.