

14 March 2011

Attention: Public Announcements Officer
Australian Securities Exchange
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

**Hydrotech International Limited
(‘Hydrotech’ or ‘the Company’)**

The Company is pleased to announce the award of 2 projects to our agent in Shanghai, ShangHai Joint Waterproofing Technique Co Ltd (JT Waterproofing) for the installation of the MPS system at Wu Gang (Wu Han Steel) Loading Equipment Shaft and the Shui On Club Sports Complex in Shanghai.

JT Waterproofing has been an active supporter of the MPS System in China and the award of the project at Wu Gang is as a direct result of their lobbying the management of the Wuhan facility. The total area to be treated is in the region of 8,000m² with the first phase being approximately 3,000m²; works are due to commence in later this month.

The Shui On Sports Complex was constructed by Shui On, a major Hong Kong based construction company and developer. Shui On contacted Hydrotech as a direct result of the Hong Kong Housing Authority’s Press Conference on the MPS System installation to Oi Man Estate in Hong Kong. The area for the installation is approximately 1300m².

The combined value of projects is approximately RMB2.05million (AUD300,000)

JT Waterproofing have also confirmed that they have secured 3 small projects to install the MPS System into luxury villas in and around the Shanghai area. This market segment offers significant opportunities for the MPS System with both Hydrotech and our Agents throughout China working closely to implement marketing strategies to target this potentially lucrative market segment. Hydrotech would like to thank JT Waterproofing for their continued support and assistance in promoting the MPS system.

In the meantime, a number of Shareholders have enquired as to the value of the recently announced Dalian contract; it is RMB1.2million (AUD180k). It should be noted that the size of the project in Dalian, should all of the phases incorporate the MPS system, will be 170,000m² and is the first ever MPS System installation in a new build civil structure.



We are currently negotiating the value of the remaining contract and it is hoped that we will achieve substantial uplift in the contract value once the technology is proven and fully embraced by the client.

On a final note, The Company is pleased to announce the appointment of Dr Francis Lung as CEO in addition to his role as Deputy Chairman.

A handwritten signature in black ink, appearing to read "Philip Gray", written over a faint, light-colored signature line.

Philip Gray
Chairman