

27 July 2010

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

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

Diversification Successful

Hydrotech has great pleasure in announcing that its new waterproofing coatings division, Hydrotech Waterproofing Solutions (‘HWS’), has recently secured contracts for the supply of Hydrotech’s Polyurea Systems on two projects in Hong Kong.

The projects have been awarded to Hydrotech by international organisations that are recognised for quality within their respected fields and is a sign that Hydrotech is in a position to meet their exacting demands.

Leighton Contractors (Asia) Limited authorized their sub-contractor to procure Hydrotech’s Polyurea for coating of the storage and processing tanks on their project at Ocean Park, a marine mammal park situated in Hong Kong that attracts over 5million visitors a year. The project is part of Ocean Park’s Master Redevelopment project and involves construction of the Entry Plaza, Aqua City and Grand Aquarium.

HWS has also secured the second phase of the re-watering works at ATL Logistics Centre Hong Kong Ltd’s (‘ATL’) Cargo Handling facility at Container Terminal 3 in Kwai Chung, Hong Kong. The Port of Hong Kong consists of nine Container Terminals and is one of several hub ports serving the South-East Asia region. It has previously set records for its container throughput maintaining its status as one of the busiest ports in the world.

The award of these projects is a direct result of the extensive marketing activities undertaken by Hydrotech in the first half of 2010. As HWS’ activities become more developed, we are confident that the award of contracts, both in numbers and value, will gain momentum. We look forward to keeping you abreast of developments but at this stage, we can claim with some justification given projects in the pipeline, that our diversification into this related field has been successful.



Philip Gray
Chairman