



SEPROTECH REPORTS SECOND QUARTER FINANCIAL RESULTS

Seprotech Systems Inc. (TSX: SET), a leading provider of water and wastewater treatment technologies, announced results for its second quarter ending February 29, 2004.

During the six-month period ending February 29, 2004, revenue increased 227% over the previous year to approximately \$2,628K. This generated essentially a break even (net profit of \$1K) for the period. For the quarter ending February 29, 2004, the Company reports sales of \$1,284K and a small loss of \$ 17K. The Company increased its quarter-end sales backlog to \$1,650K. Management cautions that the company remains in the early stages of a turnaround and there are still considerable risk factors at play.

FINANCIAL HIGHLIGHTS

	Three Months Ended		Six Months Ended	
	Feb 29 2004 <u>\$ 000</u>	Feb 28 2003 <u>\$ 000</u>	Feb 29 2004 <u>\$ 000</u>	Feb 28 2003 <u>\$ 000</u>
Revenue	1,284	608	2,628	805
Net Income (Loss)	(17)	(215)	1	(506)
Earnings (Loss) per share	0.00	(0.01)	0.00	(0.02)

“We are very pleased to be entering the second half of the year with a strong backlog, which augurs well for the coming quarters”, said Dr. Gilles R. Turcotte, President & CEO. “We are continuing to take steps to grow our business. Our previous strategic investments are now resulting in more consistent revenues than we have seen in the past. We still face a number of challenges to implement our business plan, but clearly we are on the right track.”



“Our business is affected by seasonal factors and the current results demonstrate that our efforts at geographical and product diversification are beginning to show significant progress”, said Harry Marshall, Chairman of the Board. “The second quarter historically has been weak in our business because of the construction season slowing during the winter months in Canada and the Northern USA. This has prompted us to seek markets that will provide more consistent revenue during the slower periods in our traditional markets.”

About Seprotech

Seprotech is listed on the TSX Venture Exchange under the ticker symbol SET. The Company is a provider of environmental solutions in water and wastewater to the land development, industrial and military marketplace using its proprietary membrane and biological technologies including the ROTORDISK® package sewage treatment plant.

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The TSX Venture Exchange has neither approved nor disapproved of the information contained herein.