



ASX RELEASE

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General Manager
The Company Announcements Office
Australian Securities Exchange

ORDERS PLACED FOR THE REPUBLIC OF THE PHILIPPINES

Island Sky® Australia Limited (ASX Code: ISK), the manufacturer and distributor of innovative atmospheric water generators, is pleased to announce that it has now received cash deposits (amounting to USD\$50,000) from ISK's Philippines distributor iMarketing Inc. for two container orders of Skywater 300 placed on behalf of the Philippines government.

According to Manila Bulletin Publishing: The [Philippines] government is exerting efforts to provide potable water to all. President Benigno S. Aquino III said that, "lack of water is a threat to national development. The shortfalls in the quantity and quality of infrastructure, including water supply and sanitation facilities, are constraints to our economic growth and poverty alleviation."

Island Sky President, Richard Groden said, "The Skywater® 300 machines will be placed around various municipalities throughout the Philippines. This represents the first steps in a broader clean water program which will include additional Skywater 300 purchase orders."

Island Sky® has developed Skywater®, a unique patented "air to water" machine which draws vapour from the air and converts it into drinkable water.

The Skywater-14, for home and office use, can, under optimal conditions, be expected to produce up to 35 litres of water per day at low energy costs. The larger Skywater-300 is capable of producing up to 1100 litres of water per day.

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