



PRESS RELEASE
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H₂O Innovation wins \$3.6 million in new contracts and maintains its sales backlog at \$38.6 million

Quebec City, May 20, 2015 – (TSXV: HEO) – H₂O Innovation Inc. (“H₂O Innovation” or the “Company”) announces today that it was recently awarded new contracts for a total value of \$3.6 million. These new contracts allow the Company to maintain a high level sales backlog for water treatment projects; \$38.6 million as at May 20, 2015, excluding sales backlog from its Specialty Products and Services division (Professional Water Technologies, Piedmont and H₂O Innovation Maple).

H₂O Innovation has been selected by two US companies in the energy sector for the design, manufacturing and commissioning of complete process water treatment systems. A first ultrafiltration (“UF”) system will be supplied to a power plant located in New Jersey. This UF system will treat secondary effluent in order to produce 0.375 MGD (1,420 m³/day) of process water to be used in cooling towers and boiler applications. The system will integrate FiberFlex™ technology developed by H₂O Innovation, allowing membrane module interchangeability. The second system will be provided to a refinery located in New Mexico and will produce 500 gpm (1.9 m³/min) of process water. The reverse osmosis (RO) system supplied by H₂O Innovation will be installed on the concentrate stream of a primary RO unit and will act as a brine concentrator to further capture useable water from what would otherwise be a waste stream.

Also, H₂O Innovation’s proprietary technology Bio-Brane™ will be integrated into a wastewater treatment system for a municipality located in Saskatchewan, Canada. This technology, unique to H₂O Innovation, has been chosen by the client due to the fragility of the receiving body and its low operation costs compared to other available technologies on the market. For the moment, H₂O Innovation’s team is working on the engineering and design phase of this project.

The Company also won a nanofiltration water treatment project for the municipality of Sainte-Marthe-sur-le-Lac, located in the Province of Quebec, Canada. The system, that will be designed, manufactured and commissioned by H₂O Innovation, will produce 1.64 MGD (6,200 m³/day) of potable water from a surface water source. The manufacturing phase of the project will be preceded by a three-month validation piloting period.

Finally, H₂O Innovation will manufacture two identical pilot units to test the ceramic membranes designed by Nanostone Water, Inc. (“Nanostone”). This will be the first project in collaboration with Nanostone. This is a unique opportunity for H₂O Innovation to enhance its knowledge of membrane filtration technology based on ceramic membranes and to build a strong business relationship with a strategic membrane provider.



“All product innovations and strategic initiatives developed by the Company have allowed H₂O Innovation to build a diversified technology portfolio, enabling us to offer state-of-the-art custom-built solutions to our clients. With the capacity to integrate technologies such as nanofiltration, reverse osmosis, ultrafiltration, immersed membranes and now, ceramic membranes, H₂O Innovation is confirming, once again, its leadership as a membrane filtration system integrator”, **stated Frédéric Dugré, President and Chief Executive Officer of H₂O Innovation.**

About H₂O Innovation

H₂O Innovation designs and provides state-of-the-art, custom-built, and integrated water treatment solutions based on membrane filtration technology for municipal, energy and natural resources end-users. Also, directly and through its affiliates, H₂O Innovation provides services and products complementary to its membrane filtration and reverse osmosis systems. These products consist of a complete line of specialty chemicals, consumables and couplings. For more information, visit www.h2oinnovation.com.

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