



### Third Quarter Results

Napier Environmental Technologies Inc. (T-NIR) is pleased to announce that it continues to show growth in sales revenues as well as substantial improvement in terms of profit margins, operating costs, reduced losses and cash used in operations. Year to date results show that profit margins have improved by a significant 11% and operating losses have reduced by over \$2.0 million.

FINANCIAL HIGHLIGHTS:	Three months ended Sept. 30		Nine months ended Sept. 30	
	2001	2001	2002	2001
Sales	\$1,906,706	\$1,716,885	\$7,117,039	\$6,326,692
Gross Profit	37%	30%	43%	32%
Operating Expenses	\$1,001,707	\$1,377,845	\$3,319,867	\$4,376,262
Operating Loss	\$(288,561)	\$(864,215)	\$(266,194)	\$(2,342,287)
Other non-operating items	\$(131,126)	\$(8,176,169)	\$(208,118)	\$(9,386,796)
Net Loss	\$(419,687)	\$(9,040,384)	\$(474,312)	\$(11,729,080)
Cash used by operations	\$(201,796)	\$(835,656)	\$(112,358)	\$(2,138,050)

Comparative highlights of results follow:

Full interim quarterly financial statements, including management's discussion and analysis, can be found on the company's web site – [www.napierenvironmental.com](http://www.napierenvironmental.com) under "investor relations / financials", as well as at [www.sedar.com](http://www.sedar.com).

**Forward Looking Statements:** This release and referenced materials contain forward looking statements that are subject to a number of known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those anticipated in our forward looking statements. Factors that could cause actual results to differ materially include: rapid technological and/or market changes in the industry; the ability to maintain and grow successful third party and customer relationships, to improve current products and develop new products, to adequately protect the company's proprietary rights and other factors described in the company's regulatory filings. Although we believe the expectations reflected in our forward looking statements are reasonable, individual results may vary, and we cannot guarantee future results, levels of activity, performance or achievements.

For further information contact Don Mosher at Napier (604) 801-6664 or via email [nir@napiere.com](mailto:nir@napiere.com)

James G. Grinnell  
Chief Financial Officer

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