



NEWS ANNOUNCEMENT

FOR IMMEDIATE RELEASE

Vancouver, British Columbia, Canada.....

January 29, 2004

Napier Environmental Technologies Inc. "Napier" is pleased to announce the successful completion of financing with Century Services Inc. of Markham, Ontario. Century Services Inc. "Century", founded in 1983, offers a wide range of asset-based financing alternatives to fast growing or highly leveraged companies in need of additional working capital. Century maintains Canadian offices in Vancouver, Edmonton, Calgary and Toronto. Century also serves the US market, where over 50% of all business borrowing facilities are asset-based, through a joint venture with the Buxbaum Group with offices in Los Angeles, Minneapolis and New York.

Under terms of the agreements, signed today, Napier will have access to immediate funding from three financing facilities. The first is a \$2.0 million Factoring Facility, secured by accounts receivable, that provides funding based on a percentage of outstanding trade receivables. Secondly, a \$1.0 million demand Operating Loan secured by available inventory based on a fixed percentage of the appraised inventory value. Finally a small Term Loan of \$74,000 secured by property, plant and equipment. These facilities will replace and payout our obligations under the Bank of Nova Scotia Open Accounts Receivable (SOARS) program utilized in 2003 to fund working capital. The Factoring Facility has an indefinite term and is cancelable with 30 days notice without penalty. The term of the Operating and Term Loans is 12 months. These loans can be repaid without penalty after six months and if repaid within the first six months would incur a penalty.

Frank Dixon, President and CEO reports, " I am very pleased with the arrangements concluded with Century today. Asset- based financing is becoming increasingly popular. It is an effective alternative to traditional operating lines of credit that rely solely on the strength of the balance sheet. Borrowing based on a percentage of receivables and inventory value will help even out our cash flows, provides necessary working capital to take advantage of growth opportunities and raises capital in a less costly way than bringing in more equity. As a result management has increased flexibility to focus on growth opportunities this year."

Napier Environmental Technologies Inc. develops and manufactures environmentally friendly alternatives to hazardous chemicals used for industrial and consumer applications. Founded in 1990, the company offers a wide range of sophisticated surface preparation and de-coating chemicals that surpass currently accepted standards for quality, performance and safety. Napier(T-nir) is a public company trading on the Toronto Stock Exchange.

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 either myself or Jim Grinnell at Napier (604) 526-0802 or via email nir@napiere.com

Frank Dixon

President and Chief Executive Officer

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