

Distribution Agreement signed for Australia

VANCOUVER September 26, 2006 - Napier Environmental Technologies Inc. (NIR - TSX) reports that it has signed a multi-year Distribution Agreement for Australia, with Stripstech Pty Ltd. From their headquarters in Queensland and their current 50 distribution points they will be supplying the entire country.

Stripstech is an Australian company established to promote environmentally friendly surface treatment and protection products. They will promote Napier's full range of products through a network of established distribution outlets to heavy industrial, architectural, marine, and aeronautical contractors, governmental agencies, hardware retailers, paint retailers and janitorial product wholesalers. This is the first Distribution Agreement that has been signed with the focus of expanding the existing business into counter seasonal markets to enable the Company to fully utilize its personnel and facilities.

Napier is a Canadian company primarily engaged in the development, manufacture and distribution of a wide range of products utilizing environmentally advanced technology. The product lines include coating removal and wood restoration products for both the industrial/commercial market and the consumer/retail market.

For further information, please contact:

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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 Napier's forward-looking statements. Such factors include, among others, risks related to going concern status of Napier, historical losses and cash flow, the future need for capital and uncertainty of additional financing being available, the potential dilution to shareholders, the volatility of the market price of the common shares, the historical lack of dividend payments, competition, dependence on key personnel, dependence on key customers, weather, seasonality and economic cycles, the availability of raw materials, the retail industry and the influence of economic conditions and consumer behavior, exchange rate fluctuations and conflicts of interest. For further details regarding such risk factors, see the section entitled "Description of the Business – Risk Factors" in Napier's annual information form dated March 30, 2006 and filed with the British Columbia and Ontario securities commissions and the Toronto Stock Exchange, which can be found on SEDAR at www.sedar.com. Although Napier has attempted to identify important factors that could cause actual actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.