



TOX FREE SOLUTIONS LIMITED
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16 January 2008

ASX Limited

- **Acquisition of Karratha Mini Skips – Waste management services to complement Tox Free's new Karratha facility**

Tox Free Solutions Limited ("Tox Free") is pleased to announce the acquisition of Karratha Mini Skips (KMS), a waste management company located in Karratha, Western Australia. The acquisition was settled on 15 January 2008 after completion of detailed due diligence.

The details of the acquisition are described below.

Karratha Mini Skips

KMS provides solid waste collection and disposal services to the Karratha and Dampier regions of Western Australia. KMS has been in operation since 2000 and has a wealth of local knowledge in regard to solid waste collection, recycling and disposal. Mr Andy Bradshaw, the owner of KMS will continue employment with Tox Free as Manager of Tox Free's new Karratha Waste Management Facility.

The KMS business will be relocated to Tox Free's new Karratha facility when complete. The site will provide a full range of waste management services to the Karratha and Dampier regions. Services include Solid and Liquid Waste Management, Recycling, Industrial Waste Treatment and Industrial Services. The KMS acquisition complements the activities of the site and provides Tox Free with an immediately profitable operation with a significant client base to expand its operations in Karratha.

Construction of Tox Free's new Karratha treatment facility is progressing well. Civil works are complete and over the next few months Tox Free will complete construction of the facility and be operating from the site by April 2008.

The acquisition of KMS is effective immediately. The purchase price for the business and assets is \$2,100,000 comprising \$1,850,000 cash and the balance in fully paid Tox Free shares. Tox Free expects to achieve \$400,000 EBITDA in the following 12 months from the KMS acquisition excluding synergies relating to the new treatment facility.

The KMS acquisition greatly strengthens Tox Free's position in the Pilbara region. Combined with the services already offered by our Port Hedland and Kimberley operations, Tox Free is well placed to service the growing Mining and Oil and Gas Industry in the region.

Yours faithfully

TOX FREE SOLUTIONS LIMITED

DAVID McARTHUR
Company Secretary

About Tox Free Solutions Ltd (ASX code: TOX)

Tox Free Solutions Ltd (Tox Free) is one of the largest integrated waste management and environmental services businesses in Australia. The Company offers a full range of waste management services including industrial and hazardous waste treatment, contaminated site remediation and solid and liquid waste management. The Company also provides complementary industrial services such as vacuum loading, high pressure cleaning and asset maintenance.

The Company's strategically located facilities, unique licenses, best practice technologies and specialised services enable Tox Free to provide a broad range of waste management and industrial services throughout Australia.

Further information about Tox Free can be found by visiting the Company's website at www.toxfree.com.au