
Acquisition of Envirochem Technologies

23 March 2010

ASX limited

The board of Tox Free Solutions Ltd (Tox Free) is pleased to announce the acquisition of Envirochem Technologies (Envirochem), subject to due diligence. Completion is expected to occur on 1 May 2010.

Envirochem is a leading provider of chemical waste collection, treatment and disposal services in all major cities throughout the east coast of Australia including Tasmania. Envirochem operate a licensed hazardous waste management facility located in Melbourne Victoria. The facility is licensed to treat a broad range of industrial and hazardous wastes and has been in operation since 1993.

The acquisition of Envirochem will complement Barry Bros. Melbourne operations as well as Tox Free's other hazardous waste facilities on the east coast of Australia.

Mr Mike Pola, the Director of Envirochem, has over 20 years experience in the hazardous waste management industry and his skills and intellectual property will positively contribute to the growth opportunities on the East Coast of Australia for Tox Free. Mike will continue employment with Tox Free for a minimum term of two years.

The purchase price for the business assets is \$3,137,500, comprising \$3 million in cash and 55,000 shares in Tox Free. Envirochem's Earnings Before Interest and Taxes (EBIT) has averaged \$600,000 over the last three years. As at 31 December 2009 Envirochem were on target to achieve EBIT of \$700,000. The value of Envirochem's assets is approximately \$1 million which are included in the sale price. Tox Free expect to improve the financial performance of the business through synergies with Barry Bros in Victoria, Tox Free (NSW) and Tox Free (Qld).

This is a significant acquisition for Tox Free that will assist in positioning the Group as a leading national provider of industrial and waste management services.

Yours faithfully



STEVE GOSTLOW
Managing Director

About Tox Free Solutions Ltd (ASX code: TOX)

Tox Free Solutions Ltd (Tox Free) is one of the largest integrated waste management, industrial service and environmental businesses in Australia.

The Company offers a full range of waste management services through its national network of licensed waste treatment facilities. In addition Tox Free are fast becoming the leaders in onsite industrial services, waste minimisation, resource recovery and total waste management services.

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