

ILI TECHNOLOGIES CORP.

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ILI Technologies Corp.

Symbol – ILX @ TSX

For Immediate Release – Thursday July 4, 2002

ILI Technologies Signs Exclusive Agreement To Market Cost-Saving Technologies To The Oil and Gas Industry

Calgary, Alberta—July 4, 2002— ILI Technologies Corp. and Harris Scientific Products, of Edmonton, Alberta, announced today the signing of an exclusive agreement with rights to market two compatible technologies in North America for an initial three months. A definitive agreement to market the technologies – ILI’s Trax™ technology and ClampOn’s DSP sand monitoring sensors (distributed by Harris) – will be signed following the initial three-month term.

The exclusive agreement was signed following successful integration of ILI’s Pressure Trax™ technology with ClampOn’s DSP sand monitoring sensors. The latest beta test completed in the State of Wyoming confirms that operators using the integrated technology can make real-time decisions that significantly reduce completion costs.

“We are very excited to market this innovative product to the oil and gas industry because the monitoring of oil and gas well fracture operations and flow-backs is considerably simplified with this device. More importantly, it will also save the customer time and money,” said Tom Spenceley, President of Harris Scientific.

“Sand production generated from oil and gas wells has been a worldwide challenge in the petroleum industry for years,” said Jean Cote, President of ILI Technologies. “The strength of the integrated technologies lies in its simplicity. We have received strong expressions of interest from senior oil and gas companies. Major benefits include the reduction in operational costs related to frac flow back and sand cleanout activities during completions, also the sand trax solution will assist efforts to optimize commercial well productivity.”

About ClampOn

ClampOn is the leading worldwide supplier of topside and sub-sea, non-invasive ultrasonic intelligent sensors for particle, pig and corrosion/erosion monitoring and spectrum analyzing. We work with our customers in the oil & gas industry to optimize their well productivity and to safeguard their investments. More information can be found at www.clampon.com

About Harris Scientific Products

Harris Scientific Products Ltd., incorporated in 1981, has developed a solid reputation of servicing the oil, gas and pipeline industries. Harris Scientific is a Canadian-based company whose primary objective and focus is to offer clients solution-based products and services that complement their existing plant or facility. More information can be found at www.harris-scientific.com.

About ILI Technologies Corp.

ILI Technologies Corp. is a leading provider of Information Technology products that provide innovative cost-effective automatic data capture solutions for the Oil & Gas Petroleum industry. ILI's solutions are tailored to enhance business productivity and support corporate profitability. For more information, please visit the Company web site at www.ilitech.com. The shares of ILI Technologies Corp. trade on the TSX Venture Exchange under the symbol **ILX**.

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