

**Wavefront Energy and Environmental
Financial Results for May 2004**

EDMONTON, Alta July 27, 2004 Wavefront Energy and Environmental Services Inc. (TSX Venture Exchange: WEE), a provider of innovative technologies for fluid flow optimization and monitoring processes, announces its financial results for the nine months ended May 31, 2004. These financial highlights should be read in conjunction with the un-audited consolidated financial statements, and the required Quarterly Report, Form 51-901F, inclusive of management's discussion and analysis of results for the Corporation's most recently completed quarter ended May 31, 2004 that will be filed on SEDAR.

Financial Highlights

	<u>As at</u> <u>May 31'04</u>	As at <u>Aug. 31'03</u>
Current assets	\$ 1,000,084	\$ 405,430
Total Assets	1,825,614	1,078,386
Current liabilities	1,498,332	1,054,104
Total Liabilities	\$ 2,114,553	\$ 1,627,452
	Nine Months Ended	
	<u>May 31'04</u>	<u>May 31 '03</u>
Revenue	\$ 409,827	\$ 2,010,469
Gross profit	172,222	1,137,888
Operating Expenses	1,544,337	1,780,140
Net Loss	1,368,845	1,886,370
Total cash used in operations	\$ 1,271,620	\$ 535,816

Note:

- (1) The financial highlights for the reporting period above include the Corporation's acquisition of PE-TECH Inc. effective September 30, 2003, which constituted a reverse takeover under TSX Venture Exchange policies. The comparative figures represent the consolidated results of only PE-TECH Inc. for the comparative period.

Operating expenses for the nine months ended May 31, 2004 decreased by \$235,803 as compared to the comparative period as a result of managements continued focus on operating efficiencies and the decrease in sales. Cash used in operations increased by \$735,804 due to the decrease in sales, principally in integrated monitoring products. The decrease in sales over the current fiscal year is a result of the delay in monitoring projects till fall 2004 when many monitoring projects become commercial. The return of the monitoring revenue is most evident in the recently announced award of multi-point pressure and temperature system for approximately \$520,000. In addition, the decrease in revenue is also a result from the Company's focus on its *Pressure Pulsing Technology*, which has resulted in the recently announced agreements with Halliburton's Energy Services Group (NYSE: HAL).

About Wavefront Energy and Environmental Services Inc.

Wavefront develops, markets, and licenses proprietary technologies in the energy and environmental sectors. The company's *Pressure Pulse Technology* for fluid flow optimization has been demonstrated to increase oil recovery. Within the environmental sector, *Pressure Pulse Technology* accelerates contaminant recovery and improves in-ground treatment of groundwater contaminants thereby reducing liabilities and restoring the site to its natural state more rapidly. Wavefront trades on the TSX Venture Exchange under the symbol WEE and the Company's website is www.onthewavefront.com.

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ON BEHALF OF THE BOARD OF DIRECTORS

WAVEFRONT ENERGY AND ENVIRONMENTAL SERVICES INC.

"D. Brad Paterson" (signed)

D. Brad Paterson, Director and CFO