

PRESS RELEASE

Of interest to editors and journalists covering:  
Water Mgmt., Business/Finance, Investments, Computing, Networks/Telecom

QI Releases Improved Water System

RICHMOND, BC - February 19, 2004 /Send2Press Newswire/ -- QI Systems, Inc. (OTC BB: QIIIIF, TSX Venture Exchange: QII.U), is pleased to announce that it has accepted an order to upgrade the bulk water control and waste water management systems previously supplied to Aurora Bar Code Technologies of Edmonton, Alberta and installed at the City of Dawson Creek, B.C.. The systems are based on the QI Card stored value card scheme and operate as off-line payment and control terminals. The upgrade will add VPN connectivity to these devices with TCP-IP addressing and will provide full time monitoring and reporting capability from a server located at the City offices.

QI products support both automated and manual retrieval of transaction and operational records for report generation. QI has previously supplied various network configurations of its self-serve payment terminals and has supported dial-up and hard-wired network topologies. This system, to be installed in March, represents a milestone as it is the first QI system which incorporates direct TCP-IP connectivity with the point of payment. It adds a new level of remote monitoring and service support for QI products. Anyone who has experienced the weather in Dawson Creek at this time of year will appreciate the significance.

The Dawson Creek installation will connect to the city's intranet via a VPN. The technology also enables Internet connectivity for other QI devices and is expected to create new market opportunities for them.

Matters discussed in this press release are "forward-looking statements," and can be identified as such because the context of the statement will include words such as "expects," "anticipates," or words of similar import. Statements describing the Company's future plans, objectives or goals are also forward-looking statements, and are subject to certain risks and uncertainties, including the financial performance of the Company and market valuations of its stock, which could cause actual results to differ materially from those currently anticipated. Consider these factors carefully in evaluating any forward-looking statements. Forward-looking statements made herein are only made as of the date of this press release and the Company undertakes no obligation to publicly update such forward-looking statements.

The TSX Venture Exchange does not accept responsibility for the adequacy of this news release and has not investigated the validity of these claims.

Approved on behalf of the Board

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(OTC BB: QIIIIF, TSX Venture Exchange: QII.U)

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to reach the organization releasing this news, please contact:  
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If used for publication, please send specimen copy.

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