



KELSO
TECHNOLOGIES
INCORPORATED

TSXV:KLS

NEWS RELEASE

FOR IMMEDIATE RELEASE

KELSO TECHNOLOGIES RECEIVES TSX VENTURE EXCHANGE APPROVAL AND CLOSES PRIVATE PLACEMENT

THURSDAY, JULY 2, 2009 - VANCOUVER, BC, CANADA – **Kelso Technologies Inc. (TSXV:KLS) (Pink Sheets:KEOSF), announced that it has closed its Private Placement (see news releases dated December 22, 2008 and amended January 7, 2009, February 23, 2009, April 29, 2009 and May 28, 2009) after having received approval from the TSX Venture Exchange.**

The private placement totaled \$268,652.

The Company issued 10,746,080 units. All subscribers paid a price of \$0.025 per unit, each unit being comprised of one common share plus one warrant. Each warrant will be exercisable at a price of \$0.10 for a period of two years (i.e. June 23, 2011).

The issued securities are subject to hold periods expiring after October 23, 2009.

The Company paid Finder's Fees totaling \$4,500 to three individuals.

The President & CEO, who is also a director, purchased 1,330,000 units; a second director purchased 377,280 units and a ProGroup member purchased 200,000 units.

Kelso is a customer-driven, product-solutions company and developer of the unique JS line of pressure relief valves, Manway Securement System and other rail tank car products for the rail industry.

Kelso Technologies Inc. is a public company that trades on the TSX Venture Exchange under the symbol KLS and is quoted in the United States on the Pink Sheets under the symbol KEOSF. For further information about Kelso Technologies, please visit the Company's website at www.kelsotech.com or contact Corporate Communications at 1.866.535.7685 ext. 3 (604.878.7600 ext 3) (email: kelso@kelsotech.com).

*Issued on behalf of the Board of Directors of
Kelso Technologies Inc.,*

*"John L. Carswell"
John L. Carswell
President & CEO*

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this Release. The information in this news release may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. When used in this release, words such as "estimate", "expect", "anticipate" and "believe" as well as similar expressions are intended to identify forward-looking statements. Such statements are used to describe management's future plans, objects, and goals for the Company and therefore involve inherent risks and uncertainties. The reader is cautioned that actual results, performance or achievements may be materially different from those implied or expressed in such statements, which speak only as of the date the statements were made. The Company does not update forward-looking statements continually as conditions change. We seek safe harbor.