Consolidated Water Announces Proposed Offering of Ordinary Shares

GEORGE TOWN, Grand Cayman, Cayman Islands, October 13, 2006 - Consolidated Water Co. Ltd. (Nasdaq Global Select Market: CWCO) today announced that it plans to commence a public underwritten offering of approximately 1,500,000 ordinary shares. The Company also expects to grant the underwriters a 30-day over-allotment option to purchase up to an additional 225,000 shares. The Company intends to use the net proceeds from the offering to repay existing indebtedness, for capital expenditures and for general corporate purposes.

Janney Montgomery Scott LLC will serve as sole book-runner and lead manager for the offering. Boenning & Scattergood, Inc., Brean Murray, Carret & Co., LLC and The Seidler Companies Incorporated will serve as co-managers.

The planned offering will be made pursuant to a registration statement relating to the shares that has been filed by the Company with the Securities and Exchange Commission but has not become effective. The shares may be sold, and offers to buy may be accepted, only upon the registration statement becoming effective and only by means of a prospectus. Copies of the preliminary prospectus for this offering may be obtained, when available, from Janney Montgomery Scott LLC, 60 State Street, 35th Floor, Boston, MA 02109, Attention: Equity Syndicate Department or prospectus@jmsonline.com.

This press release shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the shares in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to the registration or qualification under the securities laws of any such jurisdiction.

About Consolidated Water

Consolidated Water Co. Ltd. develops and operates seawater desalination plants and water distribution systems in areas of the world where naturally occurring supplies of potable water are scarce or non-existent. The Company currently operates water production and/or distribution facilities in the Cayman Islands, Belize, Barbados and the Bahamas. The Company's affiliate, Ocean Conversion (BVI) Ltd., also produces and distributes water in the British Virgin Islands. The Company has also been notified that the bid of its affiliate, Consolidated Water (Bermuda) Limited, to build and operate a seawater desalination plant in Bermuda has been accepted. The Company's ordinary shares are listed on the Nasdaq Global Select Market under the symbol "CWCO." For additional information, please visit the Company's website at www.cwco.com.

Cautionary Language Concerning Forward-Looking Statements

This press release contains forward-looking statements relating to the proposed offering including, among other matters, the size of the offering, the Company's ability to complete the offering and its use of net proceeds. These forward-looking statements are based on estimates, projections, beliefs, and assumptions and are not guarantees of future events or results. Actual future events and results could differ materially from these statements as a result of many factors, including uncertainties relating to market conditions for equity securities and the securities of water supply companies in general and for the Company's ordinary shares in particular, as well as those factors set forth under "Risk Factors" of the Company's Registration Statement on Form F-3 relating to the planned offering, which is on file with the SEC. The Company undertakes no obligation to update these forward-looking statements to reflect actual results, changes in assumptions or changes in other factors that may affect such forward-looking statements, except as required by law.

For further information, please contact:

Frederick W. McTaggart, President and CEO, at (345) 945-4277 or
via e-mail at info@cwco.com

or

RJ Falkner & Company, Inc., Investor Relations Adviser at (800) 377-9893 or
via e-mail at info@rjfalkner.com http://www.cwco.com

Copyright (C) 2006 Consolidated Water Co Ltd.