



HEALTH-MOR
An HMI Industries Inc. Company

CODE OF CONDUCT AND ETHICS POLICY AMENDMENT

On March 2, 2004, our Board of Directors approved the Company's amended Code of Conduct and Ethics Policy ("Policy"). The Policy was amended for the following:

1. All conflicts of interest and/or outside directorships or any other relationships mentioned in the "Conflicts of Interest and Outside Business Relationships" section must be described yearly on an employees or directors declaration form. No conflicts are deemed to be grandfathered under this amended Policy.
2. The Code of Conduct is to be administered by both the President and Chief Financial Officer of the Company and any questions or requests for further information on the Policy should be directed to the President and Chief Financial Officer.
3. Suspicious activity or behavior, including concerns regarding questionable accounting or auditing matter, should be reported to the Company's President or through the employee confidential hotline.
4. All possible waivers will be determined on a case-by-case basis by both the President and Chief Financial Officer with the advice of the Company's counsel. Waivers must be in writing and signed and dated by the applicant and both the President and Chief Financial Officer. The waivers will then be maintained by the Chief Financial Officer in a separate file to be presented at the next Board meeting. However, waivers for directors and executive officers may only be granted by the Audit Committee of the Board of Directors, which shall have the sole and absolute discretionary authority to approve any deviation or waiver from the Code of Conduct and Ethics. Any waiver for directors or executive officers, and the grounds therefore, shall be promptly disclosed to shareholders. Directors and officers must complete a declaration form annually within sixty days of the Company's fiscal year end. All declarations and/or waiver applications must be reviewed and signed by the Audit Committee and filed in the minutes of an Audit Committee Meeting.

The amended Policy is currently posted on our website at www.filterqueen.com.