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FOR IMMEDIATE RELEASE

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**FUEL TECH AWARDED AIR POLLUTION CONTROL ORDERS
TOTALING \$2.0 MILLION**

-- Includes European NOxOUT ULTRA® System --

BATAVIA, Ill., June 18, 2007 – Fuel Tech, Inc. (Nasdaq: FTEK), a world leader in advanced engineering solutions for the optimization of combustion systems in utility and industrial applications, today announced two orders for air pollution control projects totaling \$2.0 million.

The first order, placed by a Southeastern utility alliance partner, is for NOxOUT® Selective Non-Catalytic Reduction (SNCR) equipment to be installed on a coal-fired boiler. The second order represents the installation of a NOxOUT ULTRA® system at a small industrial plant in northern Italy. This latter project includes an expanded scope of supply comprising an ammonia injection grid and a catalyst bed. As such, it represents the first urea-based selective catalytic reduction (SCR) system to be installed by Fuel Tech on a gas turbine combined cycle facility in Europe.

Fuel Tech's proprietary NOxOUT ULTRA process provides for the safe and cost-effective on-site conversion of urea to ammonia for use as a reagent in the selective catalytic reduction of nitrogen oxide, eliminating the hazards associated with the transport, storage and handling of anhydrous or aqueous ammonia.

John F. Norris Jr., President and Chief Executive Officer, commented, "In addition to continued order flow from an important utility alliance partner, we are pleased to have won a NOxOUT ULTRA order in Europe, and to have done so as a systems integrator for our customer, a role we hope to duplicate elsewhere."

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Mr. Norris concluded, “This announcement brings to three the total number of international NOxOUT ULTRA orders received thus far in 2007, the first two having originated in the People’s Republic of China. This stepped-up level of activity should provide increased global awareness of Fuel Tech’s ability to help plant operators address the security and safety concerns that can arise from using anhydrous or aqueous ammonia in conjunction with an SCR system.”

About Fuel Tech

Fuel Tech is a leading technology company engaged in the worldwide development, commercialization and application of state-of-the-art proprietary technologies for air pollution control, process optimization, and advanced engineering services. These technologies enable customers to produce both energy and processed materials in a cost-effective and environmentally sustainable manner.

The Company’s nitrogen oxide (NOx) reduction technologies include the NOxOUT[®], NOxOUT CASCADE[®], NOxOUT ULTRA[®], Rich Reagent Injection (RRI) and NOxOUT-SCR[®] processes. These technologies have established Fuel Tech as a leader in post-combustion NOx control systems, with installations on over 450 units worldwide, where coal, municipal waste, biomass, and other fuels are utilized.

The Company’s FUEL CHEM[®] technology revolves around the unique application of chemicals to improve the efficiency, reliability, fuel flexibility and environmental status of combustion units by controlling slagging, fouling, corrosion, opacity and acid plume, as well as the formation of sulfur trioxide, ammonium bisulfate, particulate matter (PM_{2.5}), carbon dioxide and NOx. This technology, in the form of a customizable FUEL CHEM program, is being applied to nearly 60 combustion units burning a wide variety of fuels including coal, heavy oil, biomass, and municipal waste.

Many of Fuel Tech’s products and services rely heavily on the Company’s exceptional Computational Fluid Dynamics modeling capabilities, which are enhanced by internally developed, high-end visualization software. These capabilities, coupled with the Company’s innovative technologies and multi-disciplined team approach, enable Fuel Tech to provide practical solutions to some of our customers’ most challenging problems. For more information, visit Fuel Tech’s web site at www.ftek.com.

This press release may contain statements of a forward-looking nature regarding future events. These statements are only predictions and actual events may differ materially. Please refer to documents that Fuel Tech files from time to time with the Securities and Exchange Commission for a discussion of certain factors that could cause actual results to differ materially from those contained in the forward-looking statements.