

EPI Forges Strategic Alliance with Sinopec International Petroleum Service Corporation for Drilling Service at Mendoza Oilfield in Argentina

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(Hong Kong, 12 April 2010) – **EPI (Holdings) Limited** (“EPI” or the “Group”) (SEHK: 689) has announced today that Have Result Investments Limited (“Have Result”), a wholly-owned subsidiary of the Group, has signed a collaborative agreement with Sinopec International Petroleum Service Corporation, a wholly owned subsidiary of China Petrochemical Corporation, for drilling service at Mendoza oilfield project in Argentina.

Under the drilling service agreement, Sinopec will deploy its oil project team including technical professionals, well advanced facilities, tools as well as equipments to develop and to drill the oil wells construction work in Mendoza oil field where EPI has 51% of working interest. With Sinopec’s strong oil industry experience and technical expertise, it provides a powerful and solid technical support foundation and mark a major advancement to Mendoza oil project’s development work.

At the same time, EPI and Sinopec are studying business opportunities in exploring oilfield projects in Argentina and South America together with evaluating feasibilities for Sinopec to off take the oil production from Mendoza oilfield project so as to further expand and develop the Group’s oilfield business in South America.

According to the development plan of Mendoza oilfield project, in year 2010, the plan is to develop and drill 5 to 10 oil wells and in the next three to four years to complete drilling and development work of approximately 140 oil wells

Mr. Joseph Wong, Chairman and CEO of EPI (Holdings) Limited, said, “The agreement signed today marks an important milestone for EPI and Sinopec and is an important and major step forward in our development strategy for Mendoza oilfield project. We are confident in the collaboration with Sinopec and hope to deepen our business relationship together for our mutual benefit in order to generate fruitful returns for our shareholders.”

Mr. Zhang Yong Jie, Senior Vice President of Sinopec International Petroleum Service Corporation, said, “EPI and Sinopec share the same business development philosophy. We are very pleased to work with EPI and we hope to establish a solid and long-term partnership with EPI Group to develop its oilfield business in Argentina and South America.”

EPI holds a 51% working interest in the Chañares Herrados and Puesto Pozo Cercado license areas located in the Cuyana Basin, Mendoza Province, Argentina. Currently, its first three oil wells have begun production. The next two oil wells are to commence production. The progress of the five oil wells is shown in the table below:

Well	Production	Status	Depth (m)
1, CH-1052	• 370~440 barrels / day	• In production since Nov 2009	3697
2. CH-1053	• 900~1,000 barrels / day	• In production since mid-Nov 2009	3,580
3. CH-1055	• Exceeding 1,000 barrels / day	• In production since Mar 2010	3,600
4. CH-25 bis	• Expect to begin production in April	• Under oil testing	4,685
5. CH-7 bis	• Expect to begin production in May	• Finished Drilling	3,600

About Sinopec International Petroleum Service Corporation

Sinopec International Petroleum Service Corporation is the wholly owned subsidiary of China Petroleum Corporation for developing overseas petroleum engineering services market. It is responsible for managing, coordinating and organizing the Group's upstream oil project teams to implement the overseas petroleum engineering business. With 50-year history in the battlefield spreading over 14 provinces in the PRC, Sinopec upstream oil project teams are equipped with advanced facilities as well as skilled and experienced technicians and professionals. The teams have been providing petroleum engineering services for 76 basins in China. At present these engineering teams are providing petroleum engineering services in 561-authorized exploration blocks in the country, with the facilities and technologies of geophysical, drilling, well logging, logging, cementing, maintenance, oil field ground construction, oil and gas pipeline construction, to implement various engineering projects under complicated topography and geological conditions. The petroleum engineering teams of Sinopec have passed the ISO 9000 quality certification so as to provide comprehensive technical support for the petroleum engineering service of China Petroleum Corporation. At present, Sinopec International Petroleum Service Corporation has made great progress in external oil project contracting, oilfield services and labor cooperation. It has offered technical services by ways of setting-up joint venture companies, contracting or subcontracting to over 100 petroleum projects in Africa, the Middle East, Central Asia, the Americas, South Asia and Southeast Asia.

About EPI (Holdings) Limited (Stock code: 689HK)

EPI is a company that primarily focuses on the production of oil and gas in the energy and resource sector. While having a strong oil and gas exploration and production operation in Argentina, EPI is progressively expanding its portfolio through strategic mergers and acquisitions in other oil and gas projects around the world. The Group also operates an OEM/ODM consumer electronic business supplying to customers in the US, Europe and Latin America. EPI is committed to becoming one of Asia's leading operators in the oil and gas industry and is proactively pursuing investment opportunities that create long-term, sustainable value to our shareholders.

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