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Enviro Energy International Holdings Limited

環能國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Website: <http://www.enviro-energy.com.hk>

(Stock Code: 8182)

ANNOUNCEMENT

The Board is pleased to announce that TWE has commenced its Drilling Activity and Gas Flow Test for 2009.

The board (the “**Board**”) of directors (the “**Directors**”) of Enviro Energy International Holdings Limited (the “**Company**”) is pleased to announce that TerraWest Energy Corp. (“**TWE**”), an indirect non wholly-owned subsidiary of the Company, has commenced drilling activity on the Liuhuanggou Project (the “**Project**”) in Xinjiang, China on 5 October 2009. The drilling contractor spudded well LHG 09-01 on 5 October 2009, well LHG 09-02 on 7 October 2009 and well LHG 09-03 on 13 October 2009 at locations identified during the geological reconnaissance survey completed in June 2009. The wells will each have a total depth of up to 850 metres and a full program of core sampling and analysis is planned.

Project management of the drilling and sampling is provided by Norwest Corporation of Calgary, Canada supported by local professionals and technicians. All drilling and support services are provided by local Xinjiang contractors.

TWE’s petroleum engineer assisted by a local drilling engineering team will also undertake pre-piloting work by re-initiating a gas flow test at well LHG 08-01 on the Project. Various wellsite production equipment and services for the test are being provided by local Xinjiang contractors.

TWE and China United Coalbed Methane Corp., Ltd hold an interest of 47% and 53%, respectively, in the production sharing contract (the “**PSC**”) dated 30 December 2005, the administration of which has recently been transferred to PetroChina Coalbed Methane Company Ltd. Under the terms of the PSC, TWE has the right to explore for, develop, produce and sell coalbed methane which is defined as gas stored in certain Jurassic geological formations to a depth of 1,500 metres.

By Order of the Board
Enviro Energy International Holdings Limited
Chan Wing Him Kenny
Chairman and Chief Executive Officer

Hong Kong, 27 October 2009

As at the date of this announcement, the Directors are:

Executive Directors

Mr. Chan Wing Him Kenny
Dr. Arthur Ross Gorrell

Independent non-executive Directors

Mr. David Tsoi
Mr. Lo Chi Kit
Mr. Tam Hang Chuen

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (“GEM”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the website of GEM at www.hkgem.com on the “Latest Company Announcements” page for at least 7 days and the website of the Company at www.enviro-energy.com.hk.