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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)

UPDATE ON LIUHUANGGOU CBM OPERATIONS

The Board is pleased to announce that TWE reports an update on the CBM operations at its Liuhuanguou Project. The 2010 Program is an ambitious resource evaluation and production testing campaign aimed at aggressively moving the CBM production of the Liuhuanguou Project along the path of commercialization. All aspects of the program have been planned and are being managed by CBM experts seasoned in producing CBM basins in other parts of the world. As at the date hereof, the 2010 Program is on track and on schedule.

Reference is made to the announcement of Enviro Energy International Holdings Limited (“**Company**”) dated 27 September 2010 (“**Announcement**”) in respect of, among others, the 2010 field program and the initiation of work for the Liuhuanguou CBM project in Xinjiang, China (“**Liuhuanguou Project**”). Terms used herein shall have the same meanings as defined in the Announcement unless the context otherwise requires.

The Board is pleased to announce that TWE reports the status of 2010 CBM operations at its Liuhuanguou Project.

As previously announced, TWE initiated field work in late summer to locate drilling sites for CBM pilot production wells. The 2010 Program calls for drilling up to ten (10) pilot production wells and sequentially testing the pilot wells with the activity to extend into 2011.

The 2010 Program is an ambitious resource evaluation and production testing campaign aimed at aggressively moving the CBM production of the Liuhuanguou Project along the path of commercialization. All aspects of the program have been planned and are being managed by CBM experts seasoned in producing CBM basins in other parts of the world. As at the date hereof, the 2010 Program is on track and on schedule.

In early November, one pilot production well was successfully drilled to the target depth, logged, cemented and cased. Well LHG 10-01 was drilled to approximately 720 metres (“**m**”; 2,375 feet) depth and is intended to test CBM production from the thick Jurassic Xishanyao (“**J2X**”) coal seam. The control drillhole LHG 09-03 completed in 2009, intersected 63m (208 feet) of J2X coal at the location.

Following release of the drill rig, CBM testing will begin at well LHG 10-01 and the site is now being prepared for service equipment and the testing team.

Two other pilot production wells, LHG 10-02 and LHG 10-03 continue to drill ahead with target depths expected to be reached in the near future. These wells will be logged, cemented and cased prior to testing.

CBM testing was successfully initiated at well LHG 08-01 where a micro-pilot test, which produced water and CBM from the coal seam, was previously completed on a 30m (99 feet) open-hole section of the J2X. The 2010 test will open an additional 18m (60 feet) of J2X coal which was behind casing in the well. The test has been started and engineers are onsite to monitor the work and optimize the test procedures.

CBM testing at well LHG 08-03 was initiated in late October and equipment is onsite at this time as activity begins. The initial step in the activity is a well workover to be followed by perforation of target coal seams.

TWE holds a 47% interest in the PSC with China United Coalbed Methane Corporation Limited holding 53%. TWE is the operator of the PSC. CBM is defined in the PSC as all gas in named geologic formations of Jurassic age to a depth of 1,500m.

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

Hong Kong, 16 November 2010

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 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 the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

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