POL-INVEST HOLDINGS LTD.

(the "*Company*")

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Date: October 12, 1999 Ticker Symbol: "POL"

NEWS RELEASE

Mr. Stan Lis, the President, Chief Executive Officer and a Director of the Company, reports as follows:

ANNOUNCEMENT OF A PROPOSED NON-BROKERED PRIVATE PLACEMENT

The Board of Directors of the Company is pleased to announce that the Company has recently finalized private placement discussions (the " *Private Placement*") with certain placees (each being a "*Placee*") in this matter and pursuant to the completion of which the Company would be required to issue from treasury a total of up to **2,972,222** proposed units of the Company (each a "*Unit*"), at a proposed purchase price of **$0.18** per Unit, with each such Unit being comprised of one common share and one non-transferable share purchase warrant (each a "*Warrant*") of the Company and with each such resulting Warrant entitling the proposed Placee thereof to purchase an additional common share of the Company at a purchase price of **$0.18** per common share for a period of one year and at a purchase price of **$0.21** per common share for the second year from the date of the advancement of any such proposed Private Placement proceeds to the Company by such Placee in this instance.

The Company presently intends to utilize the net proceeds from this proposed Private Placement, that being approximately **$535,000** in this matter, in order to provide for the payment of all outstanding liabilities of the Company, as to approximately $83,109.11, in order to provide for the general administration of the Company over the next twelve months, as to approximately $150,000.00 and, furthermore, in order to provide the Company with such remaining and unallocated working capital as may be required in order to assist the Company in seeking projects worthy of either acquisition and/or joint development in Eastern Europe, as to approximately the remaining $301,890.89, as a consequence thereof.

There are no finder's fees or commissions payable by the Company in connection with the successful completion of this proposed Private Placement, and the most recent closing price of the Company's common shares on the Vancouver Stock Exchange was $0.24 on October 8, 1999.

The completion by the Company of this proposed Private Placement is subject to compliance with all applicable securities laws and its prior receipt of all necessary regulatory approvals in connection with the same.

ON BEHALF OF THE BOARD OF DIRECTORS OF
POL-INVEST HOLDINGS LTD.
Per:

"*Stan Lis*"

Stan Lis
President, CEO and a Director

THIS NEWS RELEASE HAS BEEN PREPARED BY MANAGEMENT OF THE COMPANY WHO TAKES FULL RESPONSIBILITY FOR ITS CONTENTS. THE VANCOUVER STOCK EXCHANGE NEITHER APPROVES NOR DISAPPROVES OF THE CONTENTS OF THIS NEWS RELEASE.

THIS NEWS RELEASE MAY INCLUDE FORWARD-LOOKING STATEMENTS WITHIN THE MEANING OF SECTION 27A OF THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED, AND SECTION 21E OF THE UNITED STATES SECURITIES AND EXCHANGE ACT OF 1934, AS AMENDED, WITH RESPECT TO ACHIEVING CORPORATE OBJECTIVES, DEVELOPING ADDITIONAL PROJECT INTERESTS, THE COMPANY'S ANALYSIS OF OPPORTUNITIES IN THE ACQUISITION AND DEVELOPMENT OF VARIOUS PROJECT INTERESTS AND CERTAIN OTHER MATTERS. THESE STATEMENTS ARE MADE UNDER THE "SAFE HARBOR" PROVISIONS OF THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995 AND INVOLVE RISKS AND UNCERTAINTIES WHICH COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM THOSE IN THE FORWARD-LOOKING STATEMENTS CONTAINED HEREIN.

THIS NEWS RELEASE SHALL NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY NOR SHALL THERE BE ANY SALE OF THESE SECURITIES IN ANY JURISDICTION IN WHICH SUCH OFFER, SOLICITATION OR SALE WOULD BE UNLAWFUL PRIOR TO REGISTRATION OR QUALIFICATION UNDER THE SECURITIES LAWS OF ANY SUCH JURISDICTION.

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