中聯能源投資集團有限公司
SEIG SINO UNION ENERGY INVESTMENT GROUP LIMITED

(Incorporated in Bermuda with limited liability)
(Stock Code: 346)

UPDATE ON PROGRESS OF DRILLING WORKS IN OILFIELD BLOCK 3113

References are made to the announcements of Sino Union Energy Investment Group Limited (the "Company") dated 24 June 2009, 21 September 2009, 28 September 2009, 5 October 2009, 21 October 2009, 3 November 2009 and 21 December 2009 (collectively, the "Announcements") in relation to, inter alia, the progress of the drilling works in Oilfield Block 3113. Terms used herein shall have the same meanings as defined in the Announcements, unless the context requires otherwise.

The Company is pleased to announce that the first batch of wells drilling, testing for oil and well cementation of Oilfield Block 3113 have been completed in September 2009, and according to the report issued by Kaiyuan Petroleum in October 2009, 31 oil reservoirs with total thickness of 85 meters had been discovered and obtained after drilling to the depth of 3,286 meters to 3,625.61 meters in the SKL-2 Well and the oil in the reservoirs of the SKL-2 Well is in the desirable category of light oil.

Given the encouraging result of the oil and gas discoveries in Oilfield Block 3113, the Oilfield Block 3113 Joint Management Committee, which was established by the Company, Yanchang Petroleum and ECO Energy, according to the development plan provided by the expert group, decided to further invest US$45 million for the drilling works of second batch of 3 wells in Oilfield Block 3113, where the Zhongyuan Oilfield Drilling Company of China Petrochemical Corporation has contracted the drilling project for the second batch 3 wells in Oilfield Block 3113. Following the intensive arrangements for overseas transportation and installation of the equipments, the second batch drilling works have been successfully commenced on 30 September 2010, of which, till 4 October 2010, the drilling of first SKL-2N well has reached and over 600 meters of depth.

Further announcement of the progress of the second batch drilling works will be made where appropriate.

By Order of the Board
Sino Union Energy Investment Group Limited
Zhou Ze Fan
Chairman

Hong Kong, 5 October 2010

Executive Directors:
Dr. Zhuo Ze Fan *(Chairman)*
Dr. William Rakotoarisaina *(Vice Chairman)*
Dr. Wang To
Mr. Shen Hao
Mr. Feng Da Wei
Mr. Cheung Shing
Dr. Chiu Say Hoe
Dr. Ching Men Ky, Carl
Mr. Cui Yeng Xu

Independent Non-Executive Directors:
Mr. Ng Wing Ka
Mr. Leung Ting Yuk