



NEWS RELEASE

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ENHANCE ENERGY PARTNERS WITH ALBERTA INNOVATES

Enhance Energy: Pioneering Clean Energy Development

Calgary, Alberta – (May 12, 2011) Alberta's first large-scale commercial carbon capture and storage (CCS) project spearheaded by Enhance Energy Inc. (Enhance) continues to gain substantial momentum. Today, Enhance is excited to announce their recent collaboration with Alberta Innovates – Technology Futures (AITF).

Enhance is proud to be partnering with Alberta-based AITF, world renowned CO₂ storage experts who will assist Enhance with the world's largest carbon capture and storage project. AITF helps bridge the gap between discovery and commerce through a suite of programs and services targeted at the priority areas of energy and environment, bio-industries and health. With a mandate focused on facilitating the commercial use of new technologies, AITF has proven to be a catalyst for developing innovative, integrated ways that help Alberta companies convert natural resources into market-ready, ecologically responsible energy. AITF applies scientific rigour in assessing and selecting leading technologies and partners that will achieve the objectives of its clients.

"AITF is a key resource for companies to find solutions of global significance," said Gary Albach, President and CEO of AITF. "We're excited to be working with Enhance on this important project, and our internal expertise and technical know-how are a good fit to help find an innovative approach to safe and effective CO₂ capture and storage in the Western Canada Sedimentary Basin."

"Enhance is pleased to be partnering with AITF" says Susan Cole, President and CEO, Enhance Energy Inc. "Their expertise will enable us to take proactive steps to engage in substantial technical work that will allow us to formalize monitoring, measurement and verification systems for our CO₂ storage sites "

AITF will be undertaking key research activities to assist Enhance with their innovative project which will inject CO₂ for enhanced oil recovery in central Alberta. Enhance intends to start CO₂ injection at the end of 2013. AITF will be providing research and support on four key areas including: geological, hydrological, mineralogy, and geomechanical characterization.

The Enhance and AITF collaboration will continue the solid progress towards enabling safe CO₂ injection, while establishing the highest level of technical competence throughout the ground-breaking project.

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About Enhance Energy Inc.

Enhance Energy Inc. is creating the world's largest carbon capture and storage system in Alberta. The private, Alberta-based company specializes in enhanced oil recovery involving the permanent, secure storage of CO₂ in mature oil and gas reservoirs. Enhance will construct and operate the province's first large scale carbon distribution pipeline, with operations expected to commence in 2013.

About Alberta Innovates – Technology Futures

AITF is part of Alberta's research and innovation system and is helping build healthy, sustainable businesses in the province. Through a suite of programs and services for entrepreneurs, companies, researchers, post-secondary institutions and investors, AITF provides technical services and funding support to facilitate the commercialization of technologies, to develop new knowledge-based industry clusters and to help grow an entrepreneurial culture in Alberta.

For media inquiries please contact:

Shauna MacDonald

Brookline Public Relations Inc.

T: 403-538-5645

smacdonald@brooklinepr.com