



LEADER ANNOUNCES CLOSING OF SHORT FORM OFFERING PRIVATE PLACEMENT

February 10, 2005, Calgary, Alberta (TSX Venture: LEE) – Leader Energy Services Ltd. ("Leader" or the "Company") announced that it has completed the issuance of 1,600,000 shares for gross proceeds of \$2,000,000. Research Capital Corporation acted as agent for this short form offering, and received a commission of \$128,000 and an option to purchase 240,000 shares at \$1.25 per share for a 2 year period from closing. 32,500 of the shares issued at closing will be subject to a hold period until June 11, 2005.

Proceeds will be used to build additional field equipment for Leader's existing nitrogen pumping and coiled tubing business.

Leader Energy Services provides essential field services for oil and gas well stimulation from two locations in Grande Prairie and Red Deer, Alberta. Leader supplies coiled tubing and flameless nitrogen pumping services as well as other flameless equipment and services including hot oilers, boilers and steamers. Further information on Leader can be found under the Company's listing at www.sedar.com and on the Company's website at www.leaderenergy.com.

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.