



***LEADER ENERGY SERVICES ANNOUNCES FURTHER INCREASE
TO PRIVATE PLACEMENT***

February 4, 2005, Calgary, Alberta (TSX Venture: LEE) – Leader Energy Services Ltd. ("Leader" or the "Company") announced that it has, subject to regulatory approval, agreed with Research Capital Corp. to increase the amount of its previously announced private placement to a maximum of 8,000,000 Units, including the already issued green shoe, for gross proceeds of \$10,000,000. A total of \$5,750,000 has been raised to date. All other terms of the offering remain the same.

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.