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DEEPWELL ANNOUNCES EUB APPROVAL OF CLARESHOLM FACILITY

Calgary, Alberta—Deepwell Energy Services Trust ("Deepwell" or the "Trust") (TSX:DWL.UN) announced today that it has received approval from the Alberta Energy and Utilities Board (EUB) to construct and operate its proposed oilfield waste management facility near Claresholm, Alberta. Construction is slated to commence in early July 2007, with completion planned approximately six months after the start of construction.

The Claresholm site is located in an active region of oil and natural gas production and exploration which is not currently served by any third-party oilfield waste management facility in the local area. The planned Deepwell facility, expected to be operational in the first quarter of 2008, would be Deepwell's fourth facility.

As announced on June 14, 2007, Deepwell intends to fund the estimated \$9 million construction cost of the facility and other initiatives through a private placement of \$3.5 million as well as a rights offering. For further information on the private placement and rights offering, please refer to Deepwell's Preliminary Prospectus, dated June 14, 2007. The prospectus and additional information about the Trust are available at www.sedar.com and on the Trust's website at www.deepwellenergy.com.

This news release shall not constitute an offer to sell or the solicitation of an offer to buy the securities in any jurisdiction. The securities offered will not be and have not been registered under the United States Securities Act of 1933 and may not be offered or sold in the United States or to a U.S. person, absent registration, or an applicable exemption therefrom.

Certain statements in this press release constitute "forward-looking" statements that involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of the Trust or its subsidiaries, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward looking statements. Without limiting the foregoing, such forward-looking statements include statements made in this press release regarding the anticipated timing for commencing construction of the oilfield waste management facility and the anticipated completion date of the facility. There is no assurance that the expected timeframes will be met as all are subject to risks which include, without limitation, the possibility for equipment failures, labor disputes, work stoppages, equipment delivery delays, and the potential for delays arising from injuries and safety concerns at the worksite. There can be no assurance that the proposed Private Placement or Rights Offering will be completed. Forward-looking statements involve significant risks and uncertainties, should not be read as guarantees of future performance or results, and will not necessarily be accurate indications of whether or not such results will be achieved. A number of factors, including those discussed above, could cause actual results to differ materially from the results discussed in the forward-looking statements. Deepwell's forward-looking statements are expressly qualified in their entirety by this cautionary statement. Unless otherwise required by applicable securities laws, Deepwell does not intend nor does it undertake any obligation to update or review any forward-looking statements to reflect subsequent information, events, results or circumstances or otherwise.

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