

# Unitech Energy Executes Binding Letter of Intent with Cancen Partnerships

# CANCEN

## Unitech Energy Resources Inc.



May 12, 2010

Cancen is pleased to announce that it has entered into a binding letter of intent dated May 4, 2010 with Unitech Energy Resources Inc. ("Unitech") (URX). Cancen Oil Processors Corporation Limited Partnership 1 and Cancen Oil Processors Limited Partnership 1 (together, the "Cancen Partnerships") setting forth the basic terms and conditions of the proposed arms' length sale, transfer and conveyance to Unitech by the Cancen Partnerships, by their respective general partners, Cancen Oil Canada Corp. and Cancen Oil Processors Inc. (together, the "Cancen GPs"), of all of their respective rights, title and interest in and to certain assets (collectively, the "Assets").

The Assets are comprised of: (i) a complete oil cleaning and treating site at 06-11-050-22-W4M with its own Class 1B water disposal well located at 14-10-050-22-W4M in New Sarepta, Alberta; (ii) oilfield water cleaning and disposal sites, with water storage and injection equipment located at 07-13-022-08-W4M near Jenner, Alberta; (iii) oilfield water cleaning and disposal sites, with water storage and injection equipment located at C B67-K/94-I-14 near Fort Nelson, B.C.; and (iv) an oilfield battery and disposal well located at 02-31-052-23-W4M in the Chamberlain field in Edmonton, Alberta. The Assets also include any and all equipment that is located or in any way related to the operations conducted on the properties and sites described above. Further, at Unitech's sole discretion, Unitech shall have the right to acquire any and all rights, title and interest the Cancen Partnerships or the Cancen GPs may have in any agreements, contracts, term sheets, letters of intent or other understandings to acquire any assets from third parties that may be in the process of being negotiated and/or entered into prior to the entering into of the Formal Agreement.

In consideration for the acquisition and transfer of all of the Cancen Partnerships' interest, right and title in and to the Assets, Unitech shall provide cash consideration of Cdn. \$50,000,000.00, or such other amount as may be adjusted and agreed to between the parties prior to the entering into of the Formal Agreement based on the results of any additional valuations and other due diligence conducted by Unitech on the Assets. In addition, in order to satisfy the purchase price of the Assets, Unitech anticipates completing a brokered private placement of securities and expects to enter into engagement letters with certain selling agents in the near future pursuant to which the agents will act as agents, on a commercially reasonable efforts basis, in connection with the sale of Unitech securities by way of private placement.

Trading of the common shares of Unitech will remain halted pending receipt and review by the TSX Venture Exchange of acceptable documentation regarding the Company following completion of the Transaction. The proposed Transaction has not been approved by the TSX Venture Exchange and remains subject to TSX Venture Exchange approval.

### About Unitech Energy Resources Inc.

Unitech commenced operations in October 1999 as Unitech Energy Corp. and was initially created as an oil and gas company focused on proprietary image analysis and pattern recognition system, called LeadsCan, for a 'first look advantage' that assisted in Unitech's exploration strategy. On June 29, 2006, Unitech completed an amalgamation with NR2 Resources Corporation ("NR2") to form a new entity, which was continued under the current name of Unitech Energy Resources Inc. The amalgamation constituted NR2's qualifying transaction pursuant to the policies of the TSXV and the common shares of Unitech were listed and posted for trading on the TSXV. Please visit Unitech's website at [www.leadscan.ca](http://www.leadscan.ca).

Common Shares of Unitech are listed for trading on the TSX Venture Exchange under the symbol URX.

