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PRESS RELEASE
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PROSEP TO SUPPLY PRODUCED WATER TREATMENT SYSTEM IN SOUTH EAST ASIA

- System will treat 13,000 barrels per day Offshore -

MONTREAL, QUEBEC – January 12, 2010 - ProSep Inc. (TSX: PRP), dedicated to providing process solutions to the oil and gas industry, announced it was awarded a contract to supply a 13,000 barrel per day (BPD) proprietary produced water treatment system to a major oil and gas producer, for installation on an offshore processing platform in South East Asia. For commercial reasons, no further details of the contract have been released.

“Oil and gas companies around the world are increasingly looking for highly efficient solutions to help them face growing production challenges and stricter environmental regulations,” said Jacques L. Drouin, President and CEO of ProSep Inc. “Our expert process engineers have designed and installed some of the best available technologies to separate and treat produced water in the North Sea, the Middle East and now in South East Asia.”

The system provided will be designed using ProSep’s TORR™ proprietary produced water treatment technology. This best-in-class polishing solution efficiently removes small particles of oil contaminants from produced water, allowing oil and gas companies to meet very strict specifications for reinjection or regulatory requirements for overboard discharge. Delivery is expected to occur during the second half of 2010.

About ProSep Inc.

ProSep Inc. is dedicated to providing process solutions to the oil and gas industry. ProSep designs, develops, manufactures and commercializes technologies to separate oil, water and gas generated by oil and gas production. For more information, please visit www.prosepinc.com.

Caution concerning forward-looking statements

This press release may contain forward-looking statements, including statements regarding the business and anticipated financial performance of ProSep Inc. These statements are based, among others, on the Company’s current assumptions, expectations, estimates, objectives, plans and intentions regarding projected revenues and expenses, the economic and industry environments in which the Company operates or which could affect its activities, the Company’s ability to attract new clients and consumers as well as its operating costs, raw materials and energy supplies which are subject to a number of risks and uncertainties. Forward-looking statements can generally be identified by the use of the conditional tense, the words “may”, “should”, “would”, “believe”, “plan”, “expect”, “intend”, “anticipate”, “estimate”, “foresee”, “objective” or “continue” or the negative of these terms or variations of them or words and expressions of similar nature. Actual results could differ materially from the conclusion, forecast or projection stated in such forward-looking information. These statements are subject to a number of risks and uncertainties that may cause actual results to differ materially from those contemplated by the forward-looking statements. Some of the factors that could cause such differences include but are not limited to the Company’s ability to develop, manufacture, and successfully commercialize value added equipments and services, the availability of funds and resources to continue its operations and pursue its projects, legislative or regulatory developments, competition, technological change, changes in government and economic policy, inflation and general economic conditions in geographic areas where ProSep Inc. operates. These and other factors should be considered carefully and undue reliance should not be placed on the forward-looking statements.

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