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August 21, 2007

NEWS RELEASE

Canadian Energy Services L.P. Announces Cash Distribution

TSX: CEU.UN

Calgary, Alberta – Canadian Energy Services L.P. ("Canadian Energy Services" or the "Partnership") announced today that it will pay a cash distribution of \$0.0792 per Class A Common limited partnership unit ("Class A Unit") on September 14, 2007 in respect of operations for the period from August 1 to August 31, 2007, to Unitholders of record on August 31, 2007.

Canadian Energy Services designs and implements drilling fluid systems for the oil and gas industry, in particular relating to drilling medium to deep vertical and directional wells and horizontal wells in western Canada. Additional information about Canadian Energy Services is available at www.sedar.com.

Canadian Energy Services is organized in accordance with the terms and conditions of a limited partnership agreement which provides that only persons who are resident in Canada, or, if partnerships, are Canadian partnerships, in each case for purposes of the *Income Tax Act* (Canada) (the "Tax Act"), may own units of the Partnership. Units may not be purchased as a "tax shelter investment" for the purposes of the Tax Act or by any entity an interest in which is a tax shelter investment.

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