

Ledcor News Release



FOR IMMEDIATE RELEASE

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Ledcor Pipeline Enters a Joint Venture with Italian Pipeline Company SICIM – Doubling Capacity to Better Serve Clients

Ledcor Pipeline Limited (LPL) is pleased to announce that our company has signed a joint venture agreement with an Italian Pipeline Company, SICIM, in order to better service our clients' immediate needs. SICIM will supplement LPL in the Canadian market place as required with existing resources effectively doubling our current existing capacity and will provide additional extensive experience in severe mountainous terrain, pipeline tunneling systems and the installation of pipe diameters in the 36–60" range utilizing automatic welding systems. SICIM has been an active player in the global market in 15 different countries throughout Europe, Africa, South America and the Middle East.

This venture will allow LPL access to further specialized equipment and experienced management resources, thus assisting us greatly in our ability to continue to provide our clients with additional and broader scope capacity to meet their needs in this competitive market place.

SICIM has 45 years of experience in Pipeline Construction and offers all types of services related to the installation of pipelines and relevant ancillary facilities for the transmission and distribution of oil and gas services on an international basis. The experience gained as a result of operating in all types of logistic, climatic and environmental conditions has allowed *SICIM* to continuously modify and perfect all the relevant operation procedures and adapt them to specific technical and contractual requirements.

SICIM activities are performed in compliance with the best health, safety and environment (HSE) recognized codes and standards in order to safeguard the life and health of the personnel involved in operations. Similar to Ledcor's perspective, *SICIM* is convinced that HSE is not a goal to preach but it is an essential prerequisite of the company's operations.

SICIM is also equipped with a mainline automatic welding system developed by PWT (Pipe Welding Technology), which has been utilized on their projects since 1994. This system has proven to be especially successful with pipeline projects involving lengths and/or large diameters. LPL is benefiting from *SICIM*'s experience, both in learning and applying this system to the North American market.

Ledcor Pipeline Limited celebrates 36 years in the industry and remains focused on its continued expansion to meet our clients' growing needs. With the commencement of two mainline spreads, mechanized welding capability on line Q3-07, and two plant site/special project operations available, we are very excited about the current dynamics in the industry

and the opportunities we are embarking on.

LPL is currently engaged in the simultaneous construction of two large diameter mainline pipeline projects. The Pembina Horizon project represents approximately 215 km of NPS 30/24 and the Enbridge Waupisoo pipeline project represents 170 km of NPS 30. Both projects are scheduled to be completed in Spring 2008. Also on the horizon for LPL mainline is the Transcanada Pipeline Keystone Project which includes the construction of 270 km in Alberta, 100 km in Manitoba of NPS 30 in 08/09.

Further, our site-specific teams continue to be focused on both high grade X80 above ground pipeline systems in the SAGD market, as well as numerous Intersite Systems of a large variety of material types which support the SAGD and Oilsands Mining extraction opportunities in Alberta. An NPS 60 concrete coated carbon steel pipeline system is also scheduled to be installed in a tunnel under the North Saskatchewan River this fall.

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