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ASX ANNOUNCEMENT
31 August 2011

RELEASE OF SECURITIES FROM ESCROW

Sino Gas & Energy Holdings Limited ("**Sino Gas**", the "**Company**"; ASX: SEH), an Australian company developing unconventional gas assets within the Ordos Basin, Shanxi Province China, announces, in accordance with Listing Rule 3.10A, that the following shares and options will be released from escrow on 15 September 2011:

Security description	Number
Ordinary Shares	256,438,446
Unlisted options exercisable at $0.25 and expiring on 15 September 2011	17,500,000
Unlisted options exercisable at $0.50 and expiring on 15 September 2011	4,400,000
Unlisted options exercisable at $0.50 and expiring on 13 March 2013	1,310,000

The Company confirms that it has no other shares or options subject to escrow.

-ENDS-

For more information, please contact:

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