

ProSep Awarded Multi-Million Dollar Contract: Expands Relationship with Worley Parsons and BP Exploration Alaska

MONTREAL, QUEBEC – July 7, 2008 - ProSep Inc. (TSX: PRP), dedicated to providing process solutions to the oil and gas industry, announced today that it has expanded its relationship with Worley Parsons and BP Exploration Alaska, and signed a new contract valued at \$4.83 million (US). ProSep will provide BP Exploration with specialized equipment that will separate gas from produced reservoir fluids in its gas partial project in Prudhoe Bay, Alaska.

“This is an important contract win on many levels,” said Jacques L. Drouin, President and CEO of ProSep Inc. “Not only does it strengthen our backlog and accelerate our path to profitability, it further validates our growth strategy and demonstrates how our expanded suite of offerings allows us to better serve the production activity requirements of our oil and gas customers.”

As announced previously, ProSep has been providing engineering and design services to Worley Parsons and BP Exploration since January, 2008.

ProSep will deliver and start to assemble the separators in the summer of 2009. It is expected that the separators will be commissioned in mid-2010.

Prudhoe Bay is North America's largest oil field and has been experiencing a steady decline in production since reaching its peak in 1987.

“ProSep is developing an international reputation for helping our customers maximize their production output,” said Mr. Drouin. “As the world's oil and gas sites continue to mature, the need for our separation technology will grow.”

With this contract, ProSep's current sales backlog totals approximately \$45 million (CDN).

About ProSep Inc.

ProSep Inc., formerly known as TORR Canada 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 contains forward-looking statements. Such statements inherently involve numerous risks and uncertainties. Actual future results may differ from the anticipated results expressed in the forward-looking statements contained in this press release and ProSep does not undertake to update this information. Investors are cautioned against placing undue importance on forward-looking information contained herein and should consult the final short form prospectus and the documents incorporated by reference therein, which contain a more exhaustive analysis of risks and uncertainties connected to ProSep's business

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