

NEWS RELEASE

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Zirax starts shipments of high purity synthetic Calcium Chloride pellets PELLETOIL™ 94-98% to port Tema Ghana for USA oilfield service company.

Zirax (further referred to as Zirax or Company), one of the global leaders in developing, manufacturing, marketing and supplying of specialty chemicals based on synthetic Calcium Chloride delivered for worldwide customer database, including oilfield service companies, oil and gas producers, food, mining and construction industries, as well as companies specialized in road winter maintenance, is pleased to announce that it has started shipments of high purity synthetic anhydrous Calcium Chloride pellets for oil drilling sector branded as PelletOil™ allocated for port Tema, Ghana to one of the biggest USA oil and gas companies. Name of the customer is not disclosed.

For many years up to date Zirax has been continuously offering to its customers worldwide single salt high quality synthetic calcium chloride based drilling and completion fluids branded as PelletOil™.

The fluid is produced in highly anhydrous form highly concentrated allowing for far distance shipments with lower logistics costs.

Zirax customers in energy sector traditionally include small, medium and large hydrocarbon producers and service companies worldwide.

PelletOil™ synthetic calcium chloride pellets have ultra low content of suspended particles, minimum level of iron, sulfates and sulfides. This is explained by the process of production, which is involving high-quality synthetic hydrochloric acid and natural calcium carbonate from Zirax owned quarry, which enables to have full scale control over the mining, synthetic, packaging and storage process.

High-purity synthetic calcium chloride based PelletOil™ fluid is widely used for the preparation of kill fluids with densities around 1,32 – 1,40 g/cm³, drilling, cementing and packer fluids. Low content of impurities in the salt system reduces to a minimum the risk of unwanted tracks saline formation water systems and other applicable at the well of chemical products that could harm as well, and even disable it for a while.

Sales geography of PelletOil™ involves practically all oil and gas regions of the world, including Middle East, West Coast of Africa, Russia, Caspian are and Northern Europe.

Continuing shipments of PelletOil™ for one of the largest US oilfield service companies to Ghana confirms again high customer value of Zirax synthetic calcium chloride, meeting the requirements of one of the most demanding customers.

It is estimated that oil reserves in Ghana contain up to 3 billion barrels. Preliminary plan of the operator regarding the largest oil deposits in Ghana is production around 55,000 barrels per day. It is expected that the revenue of Ghana from oil production will reach 400 million dollars in the first year. Ghana is considered to be is one of the most stable African countries.

Head of Zirax Overseas Business Development Manager Anna Shevchenko has noted that "this is our first delivery of synthetic calcium chloride pellets for oil sector branded as PelletOil™ to Ghana and we are proud to work with our new American partners. We are confident that high quality synthetic salt system PelletOil™ proposed by Zirax along with a competitive price, minimum transit time for a given direction, up and running logistic and customer services give us all chances to conclude an annual contract with our new American partners".

Zirax:

Zirax is manufacturer and marketer of specialty chemicals based on Calcium Chloride supplied to worldwide customer base.. Zirax Head Office is located in London, UK. Facilities are located in Russia and Western Europe. More information is available at www.zirax.com