

SINOGAS WEST INC.
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NEWS RELEASE

Calgary, Alberta, January 9, 2012 – SINOGAS WEST INC. (TSX-V: GZW.P) (the "Company") is pleased to announce that it has completed the first of its previously announced private placement consisting of 600,000 common shares at \$0.05 per share for gross proceeds of \$30,000.

All securities issued under the private placement will be subject to a four month hold period until May 10, 2012. No finder's fee was paid in connection with this closing.

Proceeds from the private placement will be used for general working capital.

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Neither the TSX Venture Exchange nor its Regulation Services Provider accepts responsibility for the adequacy or accuracy of this release.

This news release includes forward-looking statements that are subject to risks and uncertainties. All statements within, other than statements of historical fact, are to be considered forward looking. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include market prices, exploitation and exploration successes, continued availability of capital and financing, and general economic, market or business conditions. There can be no assurances that such statements will prove accurate and, therefore, readers are advised to rely on their own evaluation of such uncertainties. We do not assume any obligation to update any forward-looking statements.