

## PAN ORIENT ENERGY CORP.

(Listed on the TSX Venture Exchange - Symbol "POE" – 40,056,842 common shares issued)

Press Release

### PAN ORIENT ANNOUNCES 2006 YEAR END RESERVES UPDATE

May 1, 2007

**Calgary, Alberta** – Pan Orient Energy Corp. has released its 2006 year-end combined reserves estimates, including its previously announced Andora heavy oil reserves in Canada, and its reserves update in Thailand. Additionally, Pan Orient's 2006 complete Canadian and Thailand NI-51-101 compliant reserves report filings can be found online at [www.sedar.com](http://www.sedar.com).

#### Summary:

#### SUMMARY OF CRUDE RESERVES AS OF JANUARY 1, 2007, AS PROVIDED BY DEGOLYER AND MACNAUGHTON CANADA LIMITED & GAFFNEY CLINE & ASSOCIATES LTD. (FORECAST PRICES)

<u>Marketable Reserves</u>	<u>Pan Orient Net (mbbl)</u>
Proved	
Thailand	512
Probable	
Thailand	3,733
Sawn Lake Heavy Oil (67% Interest shown)	65,240
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Total Proved plus Probable	69,485

#### SUMMARY OF NET PRESENT VALUES AS OF JANUARY 1, 2007, AS PROVIDED BY DEGOLYER AND MACNAUGHTON CANADA LIMITED & GAFFNEY CLINE & ASSOCIATES LTD. (FORECAST PRICES)

<u>Present values - \$thousands</u>	<u>Undisc. (Before Tax)</u>	<u>Undisc. (After Tax)</u>	<u>10% (Before Tax)</u>	<u>10% (After Tax)</u>
Proved				
Thailand	8,067	8,067	6,384	6,384
Probable				
Thailand	105,641	55,376	75,031	39,796
Sawn Lake Heavy Oil (67% Interest)	993,000	671,300	294,000	182,200
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Total Proved plus Probable	1,106,708	734,743	375,415	228,380

- Proven Thailand recoverable reserves of 0.512 million barrels of oil after government royalty, an increase of 34% from 0.381 million barrels in prior year.
- Proven + Probable Thailand recoverable reserves of 4.245 million barrels of oil after government royalty, a decrease of approximately 50% from 8.525 million barrels in prior year.

Thailand 2006 proven reserves saw a nominal increase and probable reserves were negatively impacted by the structural complexity of the Wichian Buri and POE-6 fault blocks revealed on newly acquired 3D seismic. Future wells drilled structurally higher in the POE-6 and Wichian Buri fault blocks are anticipated to recapture proven and probable reserves reclassified in the current evaluation. Reserves attributed to the recent POE-9 discovery were limited by the lack of well production history, core data and an undefined field oil water contact. An aggressive 2007 drilling

program targeting volcanic reservoirs in the POE-9 and Na Sanun area will fully appraise the large potential of the volcanic play type.

Gaffney Cline & Associates Ltd. ("GCA"), the Thailand reserve engineers, state in their NI-51-101 filing "given the time limitations and the fact that some of this work is still ongoing, GCA considers that the results presented in this report could be viewed as conservative, even at the probable level."

Pan Orient is a Calgary, Alberta based oil and gas exploration and production company with operations currently located onshore Thailand and in Western Canada.

*This news release contains forward-looking information. Forward-looking information is generally identifiable by the terminology used, such as "expect", "believe", "estimate", "should", "anticipate" and "potential" or other similar wording. Forward-looking information in this news release includes, but is not limited to, references to: well drilling programs and drilling plans, estimates of reserves and potentially recoverable resources, and information on future production and project start-ups. By their very nature, the forward-looking statements contained in this news release require Pan Orient and its management to make assumptions that may not materialize or that may not be accurate. The forward-looking information contained in this news release is subject to known and unknown risks and uncertainties and other factors, which could cause actual results, expectations, achievements or performance to differ materially, including without limitation: imprecision of reserve estimates and estimates of recoverable quantities of oil, changes in project schedules, operating and reservoir performance, the effects of weather and climate change, the results of exploration and development drilling and related activities, demand for oil and gas, commercial negotiations, other technical and economic factors or revisions and other factors, many of which are beyond the control of Pan Orient. Although Pan Orient believes that the expectations reflected in its forward-looking statements are reasonable, it can give no assurances that the expectations of any forward-looking statements will prove to be correct.*

*The TSX Venture Exchange has neither approved nor disapproved the contents of this press release. The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.*

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