

UNITED REEF LIMITED

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PRESS RELEASE

UNITED REEF TO COMPLETE \$200,000 PRIVATE PLACEMENT

United Reef Limited (URPL – CNQ) said that it has accepted additional subscriptions of \$200,000 to its private placement Units offering, which closed on June 23, 2004, from individual and institutional investors. Gross proceeds in the amount of \$200,000 have been received and will result in the issuance of 2,000,000 Units. Each Unit will consist of one common share and one-half of one common share purchase warrant (the “Warrants”). Each whole Warrant will entitle the holder to purchase one additional common share at a price of \$0.15 for a period of eighteen months from the date of closing of the sale of the Units. Dr. Mousseau Tremblay, Chairman and a director of United Reef, subscribed for 200,000 Units in the private placement. The private placement will close on September 29, 2004. The Company intends to use the proceeds for general working capital purposes.

United Reef was assisted in placing \$150,000 of the private placement by Credifinance Securities Limited. In consideration for their services, United Reef has agreed to compensate Credifinance by the payment of a commission in the amount of \$12,000 and the issuance to Credifinance of 150,000 broker’s warrants (the “Broker Warrants”). Each Broker Warrant entitles the holder to purchase one Unit at a price of \$0.10 until March 28, 2006.

On completion of the private placement, United Reef will have a total of 52,702,453 common shares issued and outstanding.

United Reef also said that 1,630,124 common share purchase warrants issued by the Company on March 6, 2003 expired on September 7, 2004 unexercised.

United Reef’s common shares are listed for trading on the Canadian Trading and Quotation System (“CNQ”) under the symbol “URPL”. For further information about the Company please visit United Reef’s website at www.unitedreef.com or contact Michael Coulter, President at 416-368-3332.