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For Immediate Release

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**WAVEFRONT ENERGY & ENVIRONMENTAL SERVICES INC.
Announces First Quarter Results**

EDMONTON, Alta. January 26, 2005/ Wavefront Energy and Environmental Services Inc., a provider of innovative technologies for fluid flow optimization and monitoring processes, announces the financial and operating results for the first quarter ended November 30, 2004.

Revenues for the first quarter ended November 30, 2004 was \$322,111, an increase of 473% over the comparative period ended November 30, 2003. The Company's consolidated net loss for the three months ended November 30, 2004 was \$384,214, or \$0.02 per share, compared to the consolidated net loss of \$486,654, or \$0.03 per share, for the three months ended November 30, 2003. The decrease in losses resulted from an increased revenue of \$322,111 compared to revenue of \$68,054 for the three months ended November 30, 2003.

Total operating expenses for three months ended November 30, 2004 was \$477,909 compared to \$514,571 for the comparative in 2003. The decrease was principally a result of a decrease in professional fees of \$75,380.

Cash from operations decreased to negative \$337,619, compared to negative \$455,592 for the comparative in 2003, principally due to increased sales in integrated monitoring products.

As at November 30, 2004 current assets totaled \$947,083, as compared to \$878,697 at August 31, 2004. As at November 30, 2004 the Company had negative working capital of \$669,902, as compared to \$398,888 at August 31, 2004. The decrease in working capital of \$271,014 was principally due to an increase in accounts payable and accrued liabilities of \$227,939 and bank indebtedness of \$67,611. The Company intends to meet its ongoing obligations through revenue generation and increase the cash generated from operations or obtain conventional or further loans from its Board of Directors or securing additional equity financings. There is no guarantee that any of these alternatives will occur or continue to occur.

The above financial highlights should be read in conjunction with the unaudited consolidated financial statements and management discussion and analysis of results for the Corporation's most recently completed quarter ended November 30, 2003, which have been filed on SEDAR.

Earlier this month Wavefront announced a non-brokered private placement allowing the Company to conclude its due diligence on the Milam County, TX oil field and, subject to that due diligence, commence oil production. Progress in the lease acquisition and due diligence is continuing on schedule. Additionally, the Company also wishes to announce that it has entered into a letter of intent with Momentum Production Corporation, to operate the Milam County oil field thereby minimizing operating costs and maximizing return.

“We have seen improved sales in the monitoring sector, and continue to build towards the commercialization of our Pressure Pulse Technology (PPT) with Halliburton” said Brett Davidson, President and CEO of Wavefront. “Our initiative to acquire an oil field lease in Milam County for the implementation of PPT will allow the Company to accelerate commercialization of the technology while generating a recurring revenue stream and increasing its asset base.”

About Wavefront Energy and Environmental Services Inc.

Wavefront develops, markets, and licenses proprietary technologies in the energy and environmental sectors. The Company’s *Pressure Pulse Technology* for fluid flow optimization has been demonstrated to increase oil recovery. Within the environmental sector, PPT accelerates contaminant recovery and improves in-ground treatment of groundwater contaminants thereby reducing liabilities and restoring the site to its natural state more rapidly. Wavefront website is www.onthewavefront.com.

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ON BEHALF OF THE BOARD OF DIRECTORS

WAVEFRONT ENERGY AND ENVIRONMENTAL SERVICES INC.

“D. Brad Paterson” (signed)

D. Brad Paterson, CFO & Director