

NEWS RELEASE

Attention business/financial editors and reporters:

AEROQUEST INTERNATIONAL LIMITED (TSX-V:AQL) Announces the Closing of the Acquisition of Geophex, Ltd.

Mississauga, ON – December 31, 2007 - Aeroquest International Limited today announced the successful closing of its previously announced acquisition of Geophex, Ltd. of Raleigh, N. Carolina.

Geophex, founded in 1983 by Dr. IJ Won, manufactures and sells primarily ground-based geophysical instruments, and also supplies institutions and private entities with specialized survey equipment on a contract-to-build basis. Geophex has established a particular expertise in special and customized geophysical investigations, especially as it relates to environmental projects. Aeroquest will begin consolidating the operations of Geophex effective the date of closing, December 31, 2007.

The purchase price consideration for the shares of Geophex consisted of US\$2.0 million of cash, US\$2.0 million of Promissory Notes, and 585,993 common shares of Aeroquest International. Geophex will continue to operate under the trade name “Geophex” and the two most senior officers of Geophex, Dr. IJ Won and Mr. Alex Oren, have signed new employment agreements with the Aeroquest Group of Companies.

About Aeroquest International

Aeroquest International is a world leader in the operation and development of innovative and proprietary airborne geophysical surveying platforms servicing the mineral exploration, petroleum exploration, and environmental industries. Directly, and through its sister company UTS Geophysics, Aeroquest fields a fleet of helicopter and fixed wing systems and is active on almost every continent in the world. More information about Aeroquest can be found at www.aeroquest.ca. More information on UTS Geophysics can be found at www.uts.com.au. More information on Geophex can be found at www.geophex.com.

For Investors

This news release may include statements about expected future events and/or financial results that are forward-looking in nature and subject to risks and uncertainties. The Company cautions that actual performance will be affected by a number of factors, many of which are beyond its control. Future events and results may vary substantially from what the company currently foresees. Discussion of the various factors that may affect future results is contained in the Company's recent filings, available on SEDAR.

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

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