

For Immediate Release

PACIFIC ASIA PETROLEUM, INC. ANNOUNCES STOCK SYMBOL CHANGE TO “PFAP.PK” AND AUTOMATIC CONVERSION OF ITS SERIES A PREFERRED STOCK INTO COMMON STOCK

CUPERTINO, CA, June 6, 2007 — Pacific Asia Petroleum, Inc. (“PAP” or the “Company”), a Delaware non-publicly reporting company whose shares are publicly quoted for sale on the Pink Sheets, today announced that effective June 6, 2007, the Company’s trading symbol has been changed to “PFAP.PK” from its previous trading symbol “PCAD.PK.” In addition, pursuant to the Amended and Restated Certificate of Incorporation of the Company, dated May 2, 2007, as a result of the average closing sales price of the Company’s Common Stock exceeding \$3.125 per share for twenty consecutive trading days, upon the close of trading on June 5, 2007, all of the Company’s 23,708,952 shares of issued and outstanding Series A Preferred Stock were automatically converted on a 1:1 basis into 23,708,952 shares of Common Stock of the Company (the “Autoconversion”). As a result of the Autoconversion, the Company now has a total of 39,931,106 shares of Common Stock issued and outstanding.

PAP is a holding company for new energy ventures to be developed through its subsidiaries and through joint ventures and other partnerships in which its subsidiaries will participate. The members of PAP’s senior management team have collectively over 125 years of global experience in the fields of petroleum engineering, geology, field development and production, operations, international business development, and finance. Several members of the PAP management team have held management and executive positions with Texaco Inc. and have managed successful and profitable projects in China, elsewhere in Asia, and around the world. The PAP management team is bolstered with the addition of experts in oil drilling, operations, geological, engineering and sales, all of whom have experience working in China’s energy sector. Through its subsidiaries, PAP is currently drilling oil wells in recently discovered fields in Inner Mongolia, China, which are already yielding revenues, and is a party to several letters of intent and agreements, including an Agreement for Joint Cooperation with China United Coalbed Methane Co., Ltd. (the Chinese Government-designated company holding exclusive rights to negotiate with foreign companies), which agreement provides exclusive rights to a large prospective contract area for coal bed methane (“CBM”) production located in the Shanxi Province of China, with an option to convert such agreement into a production sharing agreement. PAP is currently negotiating that option and is evaluating several other prospective CBM and other gas opportunities in the Shanxi Province. CBM is a high-profile focus area of the Chinese Government and an area where China encourages foreign investment. To assist in its efforts, PAP has enlisted the aid of one of the world’s premier CBM experts who successfully assisted in the development and operation of the first such CBM venture in China with the international energy industry. PAP hopes to finalize one or more of these CBM production sharing agreements so that an early production scheme can be realized. To date, PAP has raised approximately \$21.6 million in equity financings through its wholly-owned subsidiaries.

PAP’s corporate office is located at 250 East Hartsdale Ave., Hartsdale, New York 10530, and also has an office located in Beijing, China and in Inner Mongolia, China. PAP may be reached by telephone at (914) 472-6070, and its website is www.papetroleum.com.

**Safe Harbor Statement Under the
Private Securities Litigation Reform Act of 1995**

This press release contains certain forward-looking statements relating to Pacific Asia Petroleum and its operations and potential operations in China that are based on management’s current expectations, estimates and projections about the petroleum, CBM and other energy-related industries. These statements and other statements contained in this press release that are not purely historical fact are forward-looking statements, within the meaning of the Private Securities Litigation Reform Act of 1995, that are based on management’s beliefs, certain assumptions and current expectations. Words such as

“expect(s),” “feel(s),” “believe(s),” “will,” “may,” “anticipate(s),” and similar expressions and statements about Pacific Asia Petroleum’s market and contractual opportunities, future plans and performance, objectives and expectations with respect to future operations and oil and gas exploration, development, production and trading activities, and financial projections and estimates and their underlying assumptions, are all forward-looking statements subject to risks and uncertainties, including, but not limited to: our lack of operating history; our ability enter into definitive agreements to formalize foreign energy ventures and secure necessary exploitation rights; our ability to raise capital to fund our operations, and limited and potentially inadequate cash resources; our ability to successfully integrate and operate the merged entities and multiple foreign energy ventures and subsidiaries; changing levels of competition; changes in laws and regulations that effect our operations, including government support/incentives for foreign oil and gas ventures and environmental regulations; the preliminary nature of well data, including permeability and gas content, and commercial viability of the wells and coal bed methane resources; risk and uncertainties associated with exploration, development and production of oil and gas; drilling and production risks; expropriation and other risks associated with foreign operations; anticipated and ongoing pipeline construction and transportation of oil and gas; matters affecting the oil and gas industries generally; lack of availability of oil and gas field goods and services; environmental risks; our lack of operating revenue and earnings history; and our status as a non-reporting company that does not make periodic filings with the Securities and Exchange Commission. Readers are cautioned not to place any undue reliance on these forward-looking statements. Actual results may differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. The forward-looking statements contained in this press release are made as of the date hereof, and Pacific Asia Petroleum does not undertake an obligation to update any forward-looking statements to reflect events or circumstances after the date on which any such statement is made or to reflect the occurrence of unanticipated events.

For more information, please contact Pacific Asia Petroleum at 250 East Hartsdale Ave., Hartsdale, New York 10530, telephone (914) 472-6070, or Pacific Asia Petroleum’s investor relations contact as at:

Liviakis Financial Communications, Inc.
Attn: John Liviakis
655 Redwood Hwy, Suite 395
Mill Valley, CA 94941
Phone: +1(415) 389-4670
www.liviakis.com
john@liviakis.com