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SHARON ENERGY LTD. ANNOUNCES FINANCIAL & OPERATING RESULTS FOR FIRST QUARTER, 2002

(Sharon Energy Ltd. reports its financial results in U.S. dollars)

Sharon Energy Ltd. today reported the financial and operating results for the three months ended June 30, 2002.

Lower oil production volumes and commodity prices resulted in lower revenue and cash flow for the quarter. Revenue decreased to \$94,000 for the three months ended June 30, 2002, from \$203,000 reported in 2001. A cash flow deficiency of \$22,000 was reported for the first quarter compared with cash flow of \$93,000 for the same period in 2001 and Sharon reported a loss of \$55,000 compared with earnings of \$22,000 in 2001.

Sharon plans to dispose of interests in some of its non-core properties in order to reduce its debt and allow the Company to develop its prospects with significant upside potential, namely Brock, Saskatchewan, Sedalia, Alberta and Mustang Creek, Texas.

Summary of Operations For the Three Months Ended June 30

	2002	2001
Revenue	\$ 93,776	\$ 202,543
Cash flow (deficiency)	\$ (21,688)	\$ 93,391
Cash flow per share	\$ (0.00)	\$ 0.01
Net earnings (loss)	\$ (55,130)	\$ 21,976
Net earnings per share	\$ (0.00)	\$ 0.00
Shares outstanding - year end	22,700,800	19,950,800
Natural gas production Mcf/d	318	269
Oil production Bbls/d	13	27
Boe/d (6mcf = 1bbl)	66	72

Sharon Energy Ltd., is a junior oil and gas company currently conducting active natural gas exploration programs in Texas, Wyoming and Alberta.

Forward looking statements - statements included in this press release that are not historical facts may be considered "forward looking statements." All estimates and statements that describe the Company's objectives, goals or future plans are forward looking statements. Forward looking statements involve inherent risks and uncertainties where actual results could differ materially from those currently anticipated.

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