



SHARON ENERGY LTD.

#1800, 633 Sixth Avenue S.W.
Calgary, Alberta
T2P 2Y5 Canada

The following is for immediate release in Canada, Monday, January 19, 2004.

SHARON COMPLETES DRILLING OF DEEP WILCOX GAS WELL IN TEXAS

Sharon Energy Ltd. announces that the initial exploration well on the Hound Dog prospect has been drilled and logged to a depth of 15,662 feet. The well is currently being cased and completion and tie-in operations are anticipated to commence within the next four weeks.

The Company reports multiple gas shows and the evaluation of the logs confirms the Company's geophysical interpretation of the prospect and indicates 10 Wilcox intervals with over 200 feet of prospective gas pay. Sharon holds a 22.5% interest in the well.

In 2003, Sharon participated in two Wilcox completions on trend with the Hound Dog well. The Lehrer #1 well (Sharon 8% working interest) is currently producing at 1.3 Mmcf/d and the Lehrer #2 well (Sharon 9% working interest) is producing at 1.1 Mmcf/d.

Sharon is a junior oil and gas company currently conducting active natural gas exploration programs in Texas, Wyoming and Alberta. Sharon is currently focused on exploring for natural gas in Alberta and deep Wilcox gas in Texas.

FOR FURTHER INFORMATION, PLEASE CONTACT:

H.C. (Kip) Ferguson, III, President

Houston, Texas

SHARON ENERGY LTD.

Telephone: (713) 789-5395

Fax: (713) 789-8454

TSXV: SHY

Robert W. Lamond, Chairman

Calgary, Alberta

SHARON ENERGY LTD.

Telephone: (403) 269-9889

Fax: (403) 269-9890

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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