



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Wednesday, February 24, 2004.

**SHARON ANNOUNCES IMPROVED FINANCIAL & OPERATING RESULTS  
FOR NINE MONTHS ENDED DECEMBER 31, 2003**

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

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Sharon Energy Ltd. reports that an increase in production volumes and commodity prices resulted in an increase in the Company's revenue to \$477,000, for the nine months ended December 31, 2003, from \$292,000 for the same period in 2002.

Cash flow from operations for the nine months totaled \$137,000. However, foreign exchange losses from the strengthening Canadian dollar reduced Sharon's cash flow for the period by \$160,000, to a deficiency of \$23,000, compared with cash flow of \$44,000 in 2002. This was offset by a recovery of future income tax reported in the Company's U.S. operations totalling \$457,000. Sharon reported earnings of \$306,000, or \$0.01 per share for the period, compared with a loss of \$72,000 for the same period in 2002.

Sharon Energy Ltd. 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.

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*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.*

*THE TSX VENTURE EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE  
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## SUMMARY OF OPERATIONS

<i>(expressed in U.S. Dollars)</i>	<b>Nine Months Ended</b>	
	<b>December 31</b>	
	<b>2003</b>	<b>2002</b>
<b>Financial</b>		
Total revenue	\$ 476,993	\$ 291,772
Cash flow (deficiency)	\$ (22,675)	\$ 43,571
Cash flow (deficiency) per share	\$ 0.00	\$ 0.00
Earnings (loss) for the period	\$ 305,911	\$ (71,730)
Earnings (loss) per share	\$ 0.01	\$ (0.00)
Capital		
Additions	\$ 1,971,449	\$ 553,870
Dispositions	\$ 82,262	\$ 162,875
Net debt	\$ 1,852,772	\$ 931,161
Total assets	\$ 4,198,780	\$ 1,949,561
<b>Operations</b>		
<b>Production</b>		
Gas (mcf/d)	348	289
Oil (bbls/d)	14	18
Boe/d (6mcf=1bbl)	72	66
<b>Product Prices</b>		
Gas (\$/mcf)	\$ 4.31	\$ 2.45
Oil (\$/bbl)	\$ 27.38	\$ 24.57
<b>Total shares outstanding, at period end</b>	<b>33,452,098</b>	<b>25,367,631</b>

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