



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Wednesday, July 7, 2004.

SHARON MAKES APPLICATION TO EXTEND EXPIRY DATE ON OUTSTANDING WARRANTS

Sharon Energy Ltd. announces that it has made application to the TSX Venture Exchange to extend the expiry date on outstanding warrants to purchase common shares of the Corporation.

With the approval of the Exchange, the expiry date on warrants to purchase up to 2,842,500 common shares at a price of \$0.35 per share will be extended from the current expiry date of July 10, 2004 to January 10, 2005.

In addition, the expiry date on warrants to purchase up to 1,866,667 common shares at a price of \$0.20 per share will be extended from the current expiry date of July 28, 2004 to January 28, 2005.

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.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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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
ADEQUACY OR ACCURACY OF THIS RELEASE.**