



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Monday, October 4, 2004.

SHARON PARTICIPATES IN DEEP TEXAS WILCOX GAS WELL

Sharon Energy Ltd. today reported that it has finalized an agreement with several U.S. exploration companies that have committed to drill a 16,800-foot Wilcox gas test on Sharon's Allen Ranch Prospect located in Colorado County, Texas. The well is targeting multiple Wilcox gas zones.

Sharon has received \$144,000 U.S. for its share of the farmout lands and will be participating for a 2% working interest and will be carried for an additional 12% working interest through the drilling, resulting in a 14% working interest at casing point.

Plans are underway to begin construction of the lease and the drilling rig is scheduled to spud the well in November 2004.

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.

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