



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Monday, January 17, 2005.

## **SHARON ANNOUNCES NEW WILCOX GAS WELL**

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Sharon Energy Ltd. today announced that it has completed the drilling and is setting pipe on the initial well on its Allen Ranch Prospect, the Hancock #1 well.

The well was drilled to a depth of 16,830' and is the fourth well drilled on the Company's core properties within the Lower Wilcox Trend in Colorado and Lavaca Counties, Texas. The well encountered good porosity and high resistivity in four gas zones of interest, with prospective pay totalling 104' net.

Production testing of the well is anticipated to commence within four weeks. Sharon has a 14% working interest in the well.

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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