



SHARON ENERGY LTD.

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The following is for immediate release in Canada, Wednesday, December 28, 2005

**SHARON ANNOUNCES THE SUCCESSFUL DRILLING
OF THE ALLEN RANCH HANCOCK #2 WELL
COLORADO COUNTY, TEXAS**

Sharon Energy Ltd. is pleased to announce that the Hancock #2 well, on the Allen Ranch Prospect, has been drilled to 17,072 feet and is presently being prepared to run production casing. Sharon holds a 14% interest in this well.

The well encountered the same Wilcox gas zones currently being produced in the Allen Ranch Hancock #1 well. In addition, the well logged a number of potentially productive gas zones both shallower and deeper than the current field development zones. All of these zones have been evaluated using a full suite of electric logs. Further details on this well are being held confidential at this time.

Sharon anticipates that completion operations on this well will commence during the first quarter of 2006.

Sharon Energy Ltd. is a junior oil and gas company currently conducting active natural gas exploration programs in Texas and Alberta.

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.

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