



## PRESS RELEASE

### **Ptarmigan Energy Inc. executes a “Letter of Intent” with Shoal Point Energy to retain a 20% working Interest after earning in the Green Point Shale Resource Play within EL-1120 offshore Newfoundland**

*Calgary, Alberta, Canada – February 14, 2011:* Shoal Point Energy entered into a “Letter of Intent” with Ptarmigan Energy dated February 10, 2011 with respect to earning shallow oil rights from the fractured Green Point Shale Formation “Resource play” within the near shore of EL 1120, owned 100% by Ptarmigan Energy. A definitive agreement will be completed by March 4, 2011. Within this agreement, which is currently being negotiated with executive technical members of both companies a shallow water, near shore portion of the EL will be “carved out” as the area of earning along with a definition and geological description of the Green Point Shale. This carve out area will involve the drilling and completion, at the entire expense of Shoal Point, one exploration well to 1800 meters targeting the Green Point Shale specifically by December 31, 2012. This program will allow Shoal Point to earn 80% of the “carve out” area and rights within the Green Point Shale only.

The benefits to Ptarmigan Energy is that our EL-1120 will have had an exploration well drilled within the license validating it for another 4 (four) year extension. The remuneration provided in this agreement from Shoal Point will also provide Ptarmigan with additional working capital required to complete its overall corporate mandate. The identified prospects further offshore from Shoal Point’s activity remain intact 100% owned and operated by Ptarmigan Energy and the planned corporate mandate of joint venture and farming out to a global exploration company still remains our priority and has not been jeopardised by entering into this agreement.

Ptarmigan Energy Inc. is a private oil and gas company committed to pursuing and successfully developing the conventional oil prospects defined within the offshore waters of the autochthonous and allochthonous portions containing the Cambro-Ordovician platform carbonates and are not currently focused on developing the Resource play associated with the Green Point Shale. The management and technical team of Ptarmigan Energy are exploration focused exclusively on conventional oil projects and hence the relationship with Shoal Point allows the company to diversify and develop additional synergies that will ultimately benefit our shareholders moving forward.

Visit Our Website: [www.ptarmiganenergy.com](http://www.ptarmiganenergy.com)

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