

Shoal Point Energy - 2K39 Project Update - January 28, 2008

Today the company received the following update regarding the Nabors Rig #45 move from Alberta to Shoal Point.

- We mobilized cranes and trucks for loading yesterday January 27th and equipment to keep the roads and location clear of drifting snow so that the rig move will continue as planned over the next 4 to 5 days of loading.
- As of noon today January 28, 2008 we are continuing to load trucks with two 80 ton cranes and 5 trucks have already been loaded and dispatched from the loading site to the Shoal Point location (SPE 2K39 well) near Stephenville, Newfoundland.
- The expected number of trucks to complete this move will be 68 trucks. The initial 60 trucks will move the Nabors Rig #45 loads, which we anticipate loading at 15 per day over the next 4 days. This will be followed by 8 to 10 loads of rental and special operations equipment as required.

Steve c McIntosh
Operations Manager
Dragon Lance Management Corporation

The company is pleased to provide this report and will continue to provide regular updates on our progress with 2K39.