

# ENERGULF RESOURCES INC.

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May 26, 2005

## ENERGULF ANNOUNCES PRIVATE PLACEMENT

(HOUSTON) EnerGulf Resources Inc. (TSXV: ENG) is pleased to announce a private placement of up to 1.5 million units at \$0.70 per unit to raise proceeds of up to \$1,050,000, subject to acceptance by the TSX Venture Exchange. Each unit will consist of one common share and one warrant entitling the holder to purchase one additional common share at a price of \$1.10 per share for a period of one year. A finders fee will be payable on all or a portion of the private placement in accordance with the policies of the TSX Venture Exchange.

Concurrent with the private placement, EnerGulf will cancel 2 million of its currently issued and outstanding common shares held by it in the name of its wholly-owned subsidiary, Energulf Colombiana de Petroleos Ltd., and will return those shares to treasury.

Commenting on the proposed financing and the share cancellation, EnerGulf Chairman Jeff Greenblum said, "The cancellation of 2 million issued and outstanding shares coupled with this financing of 1.5 million units further demonstrates our commitment to effective and prudent capital structure management. These moves optimally position our capital structure for future transactions and provide us with maximum flexibility to continue the rapid development of our business plan with minimal dilutive effects to our shareholders."

On Behalf of the Board of Directors  
"James Askew"  
James Askew, President  
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Certain disclosure in this release, including management's assessment of EnerGulf's plans and projects, constitute forward-looking statements that are subject to numerous risks, uncertainties and other factors relating to EnerGulf's operations as a natural resource exploration company that may cause future results to differ materially from those expressed or implied by those forward-looking statements and readers are cautioned not to place undue reliance on these statements. The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy of this news release.