

ENERGULF RESOURCES INC.

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NEWS RELEASE

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EnerGulf Reports on Namibian and Nigerian Projects

(HOUSTON) EnerGulf Resources Inc. (TSXV: ENG) announces that it has entered into the Joint Operating Agreement for its 10% working interest in Namibia offshore Block 1711, as required by the Exploration License granted by the Minister of Mines and Energy of the Republic of Namibia with Sintezneftegaz of Russia, the project operator, and NAMCOR (Namibia's parastatal petroleum company). The parties are awaiting PetroSA's (South Africa's parastatal petroleum company) signature, also a 10% working interest owner. EnerGulf is looking forward to commencing oil and gas exploration activities with its partners in the block.

EnerGulf also reports that difficulties with Veritas DGC Limited, Veritas Geophysical (Nigeria) Limited and their partners (collectively "Veritas") over matters relating to the Company's application for an oil and gas production sharing contract in Nigeria, and seismic data received from Veritas in connection therewith, have led to a lawsuit being filed in the B.C. Supreme Court. The Company has been negotiating with other companies in an attempt to mitigate possible damages, but Veritas has now sued, requesting injunctive relief and alleging unpaid licensing fees for seismic data. EnerGulf, on behalf of the EnerGulf/Derock joint venture, has paid significant funds to Veritas. EnerGulf is in discussions with Derock concerning the matter. EnerGulf will vigorously defend the suit and is in the process of preparing pleadings for its claims against Veritas. Further details of the Company's claims may be made public when its legal proceedings against Veritas are commenced. This dispute will be dealt with in the ordinary course. It does not affect any of the Company's other ventures, as Veritas and its partners are not in any way involved in those ventures. EnerGulf/Derock continues to work on potential opportunities in Nigeria, including Block 252.

On Behalf of the Board of Directors of
ENERGULF RESOURCES INC.

"*Jim 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 an oil and gas 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 r