



## PRESS RELEASE

Trading Symbol: TEX.A : TSX Venture Exchange

**June 27, 2006**

### **WORDSWORTH AREA, SASKATCHEWAN: PRODUCTION UPDATE**

Texalta Petroleum Ltd. ("TEX.A") is pleased to report that the Texalta et al Wordsworth East HZ 2A2-23-4B11-14-7-3 W2 well continues to flow without pump assistance. Production reached a high of 864 bbl/d during a two hour test period on June 25, 2006 and since then the well has been stabilized at a lesser rate until pumping is implemented. June 26, 2006 production was 450 bbl/d. Storage tanks on site have a capacity of 1600 bbls. The company expects the well may flow unassisted for approximately three months, which is consistent with the performance of other horizontal wells in the area. After the initial flow period a conventional pumping system will be installed.

Initial gas production is quite variable and is estimated to range from 50 to 100 mcf/d. Gas is currently being flared pending the resolution of pipeline related logistics.

The company is planning to drill a second development well at Wordsworth as soon as practicable. Seismic and other initiatives are underway as the company mobilizes for future drilling.

Texalta holds a 47.50% working interest in the East Wordsworth project area and is the operating partner. The project area now covers over 2000 acres of both Crown and Freehold mineral leases.

The company expects to be in a position to provide an update pertaining to the Australian Georgina Basin licensing and exploration situation prior to July 7, 2006.

---

*TEX.A is engaged in the exploration, acquisition and development of prospective oil & gas properties in Saskatchewan and Alberta, Canada. The company holds a 50 percent working interest in two exploration permit applications covering in excess of 5.5 million acres of prospective land in the Georgina Basin, Northern Territory, Australia.*

*This press release includes certain forward-looking statements. These statements are based on current expectations that involve a number of risks and uncertainties, which could cause actual results to differ from those anticipated.*

---

#### **Contact Information:**

Mr. William H. Nixon, President

Telephone: (403) 255-8380 Fax: (403) 255-8007

Email [texalta@texalta.com](mailto:texalta@texalta.com) Web: [www.texalta.com](http://www.texalta.com)

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.