



## Winstar Releases 2004 Results

CALGARY, April 29 - Winstar Resources Ltd. (WRL: TSX Venture Exchange) today released its financial and operating results for the period ended December 31, 2004. In 2004 Winstar experienced a 83% production growth averaging 603 boe/d and a 202% cash flow to \$1.61 million during 2004. Reserve value discounted at 10% grew by 22% to a record \$13.46 million, although total reserves dropped by 13% year over year, to 1.38 million boe.

HIGHLIGHTS	Three Months Ended December 31		Twelve Months Ended December 31	
	2004	2003	2004	2003
<b>Production and Prices</b>				
Natural gas sales (Mcf/d)	840	594	858	405
Oil and NGL sales (bopd)	451	436	460	262
Average daily sales 6:1 (boepd)	591	534	603	329
Average natural gas price (\$/Mcf)	6.55	5.21	6.45	6.14
Average oil and NGL price (\$/bbl)	46.73	33.55	44.68	33.53
<b>Financial (\$)</b>				
<b>Petroleum and natural</b>				
gas sales	2,135,009	1,662,357	9,685,670	4,143,203
<b>Cash flow from</b>				
operations	323,507	128,094	1,611,640	533,669
Net income (loss)	(1,167,805)	(437,857)	(2,222,614)	(890,898)
Per share, basic and diluted	(0.03)	(0.02)	(0.06)	(0.04)
<b>Working capital</b>				
at period end	(6,711,333)	2,787,057	(6,711,333)	2,787,057
<b>Bank debt at</b>				
period end	4,790,000	Nil	4,790,000	Nil
<b>Shareholders' equity</b>				
at period end	12,506,839	18,017,081	12,506,839	18,017,081
<b>Common Shares</b>				
<b>Outstanding</b>				
At period end	37,148,923	36,129,775	37,148,923	36,129,775
<b>Weighted average</b>				
during the period, diluted	37,579,107	33,240,296	36,905,157	11,823,536

BOEs may be misleading, particularly if used in isolation. A BOE conversion ratio of 6 MCF:1 bbl is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the well head.

Winstar advises that its 2004 annual report, which includes management's discussion and analysis and audited financial statements, is being mailed to shareholders during the first week of May 2005. The Company's Annual Information Form for the year ended December 31, 2004, which contains the disclosure and reports related to reserves data and other oil and gas information required pursuant to National Instrument 51-101 of the Canadian Securities Administrators, is also being filed today with securities regulators and will be available on [www.sedar.com](http://www.sedar.com).

#### RESERVES AND NET ASSET VALUE UPDATE

Winstar retained the services of McDaniel & Associates Consultants Ltd. (as of December 31, 2004), and Seaton-Jordan & Associates Ltd. (as at September 20, 2004), respectively, to estimate the value of the Company's reserves and undeveloped land. Based on the assumptions in reports by such entities, the value of the Company's reserves increased by 22% while undeveloped land value increased by 17% during the first nine months of 2004. The increase in reserve value reflects higher commodity prices. Total reserves declined by 13% as additions from 2004 drilling and recompletions were offset by revisions and production. Similarly, the results of recent Crown sales for comparable lands to Winstar's acreage increased the appraised value of the Company's net undeveloped acres even as expiries, farm-outs and exploration decreased undeveloped land to 57,094 net acres from 68,130 net acres during first nine months of 2004.

Working capital deficiency after fulfilling the Company's \$6.5 million farm in obligation at Ferrier Whitecourt, increased to \$6.7 million on December 31, 2004, compared to \$2.7 million at the beginning of the year. Winstar's estimated net asset value per share (calculated as set forth below) remained unchanged year over year at \$0.47 per fully diluted share.

Company Gross RESERVES (BOE)	December 31, December 31,	
2004      2003		
McDaniel's    McDaniel's		
Escalated(1) Escalated(2)		

Proved	962,600	1,232,000
Proved plus probable	1,377,500	1,585,100
PV 10% BEFORE TAX		
Proven	\$9,831,600	\$9,005,700
Probable	\$3,629,000	\$2,008,300
Proved plus probable	\$13,460,600	\$11,014,000

NET ASSET VALUE	December 31, December 31,	
2004      2003		

Proved plus probable reserves (1)(2)	\$13,460,600	\$11,014,000
Undeveloped land	\$9,440,834	\$8,057,692
Working capital (deficit)	(\$6,711,333)	(\$2,698,943)
Net asset value (basic)	\$16,190,101	\$16,372,649
Per share (basic)	\$0.44	\$0.45
Net asset value (diluted)	\$18,587,951	\$17,848,210
Per share (diluted)	\$0.47	\$0.47

(1) Based on McDaniel & Associates Consultants Ltd. Forecast prices and costs forecast dated January 1, 2005.

(2) Based on McDaniel & Associates Consultants Ltd. Forecast prices and costs forecast dated January 1, 2004.

## SUBSEQUENT EVENTS

January 25, 2005- Winstar has fulfilled the earning obligations of the July 2003 Farmin Agreement within the Ferrier Whitecourt Area from a large independent oil and gas company. The Company, on basic terms of pay 100% to earn 60% with out payout, spent \$6.5 million gross (\$2.5 million net) on drilling of 5 gross (0.98net) oil and gas wells, and the recompletion of 6 (100%) existing oil and gas wells, resulting approximately 270 boepd (130 boepd net) of productive capacity. Winstar earned 137 gross (58 net) sections of Cretaceous petroleum and natural gas rights, net of expiries and third party reversions from the possible 182 gross (82 net) sections when the transaction was originally announced.

January 26, 2005- Winstar has entered into a Purchase and Sale Agreement ("Agreement") with an intermediate Oil and Gas Royalty Trust to sell 100% of the Company's Saskatchewan assets. The Agreement is effective January 1, 2005 and is expected to close February 18, 2005. Winstar will be paid \$11.75 million in cash subject to purchase price adjustments, for approximately 350 (net) boepd of current production, and 30 gross (19 net) sections of developed and undeveloped land concentrated in southeast Saskatchewan.

March 30, 2005- Winstar has:

1. Proposed the acquisition of Athanor B.V. ("Athanor"), a private company with production in Tunisia, in exchange for 56,975,884. Winstar common shares having an aggregate value of approximately \$38.2 million based upon the closing market price of \$0.67 on March 28, 2005;
2. Proposed the acquisition of El Paso Hungary Oil and Gas Concession Limited Liability Company, a private company with production in Hungary, for US\$6.25 million, subject to adjustments.
3. Launched a \$25 million equity financing through a syndicate led by First Associates Investments Inc. and including Haywood Securities Inc. Yorktown Energy Partners VI, LP (New York) has committed to subscribe for \$15 million of the \$25 million of new equity. Other Yorktown limited partnerships own approximately 80% of the shares of Athanor. The proceeds from the equity issue will be added to working capital and used for the capital expenditure program of Winstar, including the acquisition in Hungary. Winstar's common shares trade on the TSX Venture Exchange under the symbol WRL.

Completion of the transactions described immediately above is subject to a number of conditions, including but not limited to, TSX Venture Exchange acceptance and disinterested shareholder approval. The transactions cannot close until the required shareholder approval is obtained. There can be no assurance that the transactions will be completed as proposed or at all. Investors are cautioned that, except as disclosed in the Management Information Circular to be prepared in connection with the transactions, any information released or received with respect to the transaction may not be accurate or complete and should not be relied upon. Trading in the securities of Winstar should be considered highly speculative.

Winstar Resources Ltd. is a Calgary-based junior oil and gas company, which explores for, develops, produces, and sells crude oil, natural gas liquids and natural gas in Alberta and Saskatchewan. Winstar's common shares trade on the TSX Venture Exchange under the symbol WRL.

*The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or the accuracy of this news release.*

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