



Winstar Resources Ltd. announces \$21,350,000 equity financing

CALGARY, July 7 - Winstar Resources Ltd. ("Winstar") (WRL-TSX-V) announced today that it has accepted subscriptions for an aggregate of \$21.35 million of new equity through a private placement of 30,333,334 subscription receipts of Winstar ("Subscription Receipts") at a price of \$0.45 per Subscription Receipt for gross proceeds of approximately \$13,650,000 and a subscription for 17,111,111 common shares of Winstar ("Common Shares") at price of \$0.45 per Common Share. The subscription price for those Common Shares (approximately \$7,699,999) is to be paid in conjunction with the closing of the previously announced acquisition of Athanor B.V. (the "Acquisition"). First Associates Investments Inc. and Haywood Securities Inc. acted as agents of Winstar in connection with the private placement of Subscription Receipts.

Each Subscription Receipt represents the right to receive one Common Share on the closing of the Acquisition. The proceeds from the offering of Subscription Receipts have been deposited in escrow pending closing of the Acquisition. If the Acquisition closes on or before September 1, 2005, the net proceeds of the offering of Subscription Receipts will be released to Winstar and, together with the net proceeds from the sale of the additional 17,111,111 Common Shares, used to fund exploration and development activities in Canada, Tunisia and Hungary, to retire certain outstanding indebtedness of Winstar to pay costs incurred in connection with the Acquisition. The closing of the Acquisition is subject to the satisfaction of a number of conditions, including the receipt of the approval of the TSX Venture Exchange and approval of the shareholders of Winstar.

The Subscription Receipts are subject to a four-month hold period, which expires November 8, 2005 and any Common Shares issued upon the exercise of the Subscription Receipts will also be subject to restrictions on resale until November 8, 2005.

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This press release does not constitute an offer to sell or an invitation to purchase or subscribe for any securities of Winstar in the United States. Neither the Subscription Receipts nor the Common Shares have been or will be registered under the United States Securities Act of 1933, as amended or the securities laws of any state of the United States and none of them may be offered or sold in the United States unless an exemption from registration is available.

The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.

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