



Building Value in Venezuela

FOR IMMEDIATE RELEASE.

PETROFALCON CORPORATION ANNOUNCES RE-FILING OF ITS 2005 ANNUAL AUDITED FINANCIAL STATEMENTS TO CORRECT THE TOTALS IN THE 2004 COMPARATIVE COLUMN OF THE CONSOLIDATED BALANCE SHEET

CARACAS, JUNE 23, 2006 - It has come to the attention of management of PetroFalcon Corporation (“PetroFalcon” or the “Corporation”) that the 2005 annual audited financial statements of the Corporation contained errors in the 2004 comparative column of the consolidated balance sheet as a consequence of the conversion of the document for filing on the System for Electronic Document Analysis and Retrieval (“SEDAR”). The errors were also printed in 2005 annual audited financial statements contained in PetroFalcon’s Annual Report which was sent to shareholders. The Corporation has rectified the computer generated errors and re-filed the 2005 annual audited financial statements on SEDAR as “Amended Annual Audited Financial Statements” with the correct numbers inserted in the 2004 comparative column of the comparative balance sheet.

PetroFalcon Corporation is a natural resource company currently engaged in oil and gas operations in Venezuela through its wholly owned subsidiaries, Vinccler Oil and Gas, C.A. and West Falcon Samson Hydrocarbons, S.R.L. The common shares of PetroFalcon trade on the Toronto Stock Exchange under the symbol “PFC”.

For further information please contact:

Juan Francisco Clerico – Chief Executive Officer
Maria Alejandra Sosa – Corporate Development
Telephone: 011 (58) (212) 263-9164
Facsimile: 011 (58) (212) 266-8830