

FOR IMMEDIATE RELEASE

NOT FOR DISTRIBUTION TO U.S. NEWSWIRE SERVICES OR FOR DISSEMINATION IN THE UNITED STATES. ANY FAILURE TO COMPLY WITH THIS RESTRICTION MAY CONSTITUTE A VIOLATION OF U.S. SECURITIES LAW.

## **PETROFALCON CORPORATION YEAR END FINANCIAL STATEMENTS**

March 16, 2005 - PetroFalcon Corporation (the "Corporation") released its financial statements for the year ended December 31, 2004. For the year ended December 31, 2004, the Corporation reported net income of US \$2,113,050 (earnings per share of US \$0.03) compared to net income of US \$533,487 (earnings per share of US \$0.01) for 2003. As at December 31, 2004, the Corporation had working capital of US \$23,569,987 compared to working capital of US \$2,594,763 on December 31, 2003.

The Corporation today also filed its Annual Information Form ("AIF"), audited consolidated financial statements and related Management's Discussion and Analysis for the year ended December 31, 2004 with Canadian securities regulatory authorities on the System for Electronic Document Analysis and Retrieval ("SEDAR").

The AIF includes the disclosure and reports relating to oil and gas reserves data and other disclosures for oil and gas activities required pursuant to National Instrument 51-101, *Standards of Disclosure for Oil and Gas Activities*, of the Canadian Securities Administrators.

Copies of the AIF, audited consolidated financial statements and related Management's Discussion and Analysis for the year ended December 31, 2004 may be accessed electronically on SEDAR at [www.sedar.com](http://www.sedar.com).

PetroFalcon Corporation is a natural resource company currently engaged in oil and gas operations in Venezuela through its wholly-owned subsidiary, Vinccler Oil and Gas, C.A. The common shares of the Corporation trade on the Toronto Stock Exchange under the symbol "PFC".

*The Toronto Stock Exchange does not accept responsibility for the adequacy or accuracy of this release.*

For further information please contact:

William Gumma (805) 684-1399

Maria Alejandra Sosa (805) 684-1399 (ext. 103)