

Greentree Announces Completion of the second tranche of a Private Placement Offering

LONDON, ONT.— May 22, 2008 – Greentree Gas & Oil Ltd. (TSX-V:GGO; “Greentree”) is pleased to announce the closing of a second tranche of its previously announced private placement (see Greentree's news releases dated February 26, 2008 and April 10, 2008) (the “Offering”). The second closing consisted of 720,000 units at a price of \$0.12 per unit for aggregate gross proceeds of \$86,000. The first and second closing aggregated \$269,000. Each Unit consists of one (1) flow-through common share and one-half (1/2) of one common share purchase warrant (“Warrant”). Each whole Warrant issued in the second tranche entitles the holder to purchase one common share of Greentree at a price of \$0.15 at any time until November 20, 2009. All the securities issued pursuant to the private placement are subject to a four (4) month hold period – for the second tranche, the hold period expires September 22, 2008.

Greentree agreed to pay finder fees of \$8,640 in cash (representing 10% cash of the gross proceeds of the Offering) and, subject to regulatory approval 67,000 broker compensation warrants (representing 10% of the number of Units sold). Each broker’s warrant entitles the holder to purchase one Greentree common share at a price of \$0.12 at any time on or before November 20, 2009.

The net proceeds to Greentree from the Offering will be used to finance evaluation of additional shallow oil properties, to rework and re-stimulate existing producing wells, to enhance production and to reduce outstanding debt.

This press release shall not constitute an offer to sell or solicitation of an offer to buy the securities in any jurisdiction. The flow-through common shares, the common shares and the warrants underlying the units have not been and will not be registered under the United States Securities Act of 1933 and may not be offered or sold in the United States absent registration or applicable exemption from the registration requirements.

Greentree Gas & Oil Ltd. is based in London, Ontario and is an explorer and producer of oil and natural gas in southwestern Ontario. Greentree currently has 47,577,478 common shares outstanding.

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

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