

News release via CNN Matthews

Attention Business/Financial Editors:

**Greentree Gas & Oil Ltd. Completes Final Closing of Flow-Through Private Placement**

LONDON, ONTARIO, July 14, 2006 - Greentree Gas & Oil Ltd. (TSXV-GGO) ("Greentree" or the "Company") announces that it has closed the final tranche of its previously reported non-brokered private placement (news releases June 20, 2006 and July 5, 2006). Gross proceeds of \$368,400 have been realized from the sale of 1,116,363 units under the private placement. Each unit was sold at a price of \$0.33 and is comprised of one flow-through common share and one-third of one flow-through share purchase warrant. Each full flow-through share purchase warrant will be exercisable to purchase one flow-through common share at a price of \$0.66 per flow-through common share for a period of two years from the date of issue.

The proceeds of the offering will be used for further exploration and development of the Company's properties. The common shares issued pursuant to the private placement are to be qualified as "flow-through" shares under the Income Tax Act (Canada). The securities issued under the private placement are subject to a four-month hold period from the date of issue in accordance with securities laws and TSX Venture Exchange policies. The private placement was marketed on a non-brokered basis; however, Greentree agreed to pay to finders entitled under applicable securities rules to receive compensation a 7% cash commission and that number of flow-through share purchase warrants equal to 6% of the number of units sold by the finder, exercisable at a price of \$0.66 per warrant for a period of two years from the date of issue.

Greentree Gas & Oil Ltd. is based in London, Ontario and is an explorer and producer of oil and natural gas in southwestern Ontario. Greentree has 34,241,653 common shares outstanding (including those issued today pursuant to this private placement).

For further information, contact Duncan Hamilton, M.Sc., P. Geol., President, or Patrick Uzan, B.A., C.A., Chief Financial Officer, Greentree Gas & Oil Ltd., 207-209 Consortium Court, London, Ontario, N6E 2S8, Telephone: (519) 681-9355, Facsimile: (519) 681-3887, email: [Greentree.gas@greentreegas.on.ca](mailto:Greentree.gas@greentreegas.on.ca).

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