

Attention Business Editors:
Greentree Gas & Oil Ltd. Reports Operation Update

LONDON, ON, March 14 /CNW/ - Greentree Gas & Oil Ltd. ("Greentree") (TSX-V: GGO) Greentree is pleased to announce that the Company has commenced drilling its first well of a proposed multi-well program for 2006. GGOL No. 70 is targeting the Silurian Grimsby formation at a depth of approximately 560 meters. GGOL No. 70 is interpreted as being on trend of a number of Silurian Grimsby discoveries which reported initial flow rates of between 1.0 and 4.2 million cubic feet per day (MMcf/d). GGOL No. 70 directly offsets GGOL No. 65 which is currently producing from the Silurian Grimsby and A-2 formations and is located approximately 3.4 kilometers from Rowe Energy REC No. 11 which reported an initial flow rate of 2.5 MMcf/d from the Silurian Grimsby formation. Results from the drilling are expected prior to the end of March.

Greentree also reports that it has entered into an operating agreement with a large industrial user of natural gas in southwestern Ontario. As per the agreement Greentree will act as operator of the project and the other party will provide the exploratory lands and financing. To date approximately 37.5 kilometers of high-resolution 2D seismic has been acquired and it is expected the first exploratory test will commence in the second quarter of 2006. The project area has multi-zone natural gas potential.

The Company is moving ahead with development plans and procurement of the necessary regulatory approvals to commence co-development of the Rodney South pool with Wavefront Energy and Environmental Services Inc. Given current ground conditions and rig availability it is expected that development may not commence until the second quarter of 2006. Greentree is also currently focusing on optimizing production in its existing properties through reworking and restimulation of a number of natural gas wells.

Duncan Hamilton, President of Greentree stated, "We are working aggressively towards increasing production through a variety methods with a target to more than double our volumes by year-end."

Greentree Gas & Oil Ltd. is based in London, Ontario and is an explorer and producer of oil and natural gas in southwestern Ontario. Greentree Gas & Oil Ltd. has 33,125,299 common shares outstanding.

Cautionary Disclaimer - Forward Looking Statements

Some statements made in this press release contain forward-looking statements that may involve a number of risks and uncertainties. Actual events or results could differ materially from the Company's expectations and projections. The Company assumes no obligation to update its forward-looking statements, expectations or projections.

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