



FOR IMMEDIATE RELEASE

CNQ Trading Symbol: **EAGL**

Eagle Star Petroleum Corp. Announces \$2 Million CAD Private Placement

September 28, 2006, Calgary, Alberta: Eagle Star Petroleum Corp., (CNQ : EAGL) ("the Company") is pleased to announce that it will undertake a brokered and non-brokered private placement offering consisting of up to 5,714,285 Units at a price of \$0.35 per Unit for gross proceeds of approximately \$2,000,000. Each unit will consist of one share and one-half non-transferable share purchase warrant exercisable for a period of eighteen (18) months. Each whole warrant will entitle the holder, on exercise, to purchase one warrant share at a price of \$0.65 per warrant share from the date of the closing of the proposed private placement offering. The warrants may be subject to an early expiry provision: if the closing price of the Company's common shares is at or above \$0.95 for a period of 30 consecutive days at any time after four months and a day from closing, the Issuer may give notice that the warrants will expire on the 30th day after providing such notice. All securities issued will have a hold period of four months from date of closing.

The Company has engaged Global Securities Corporation ("Global") to act as its agent on a commercially reasonable basis for the brokered portion of the private placement. Global will be paid a cash commission on closing equal to 8% of the gross proceeds from the sale of the brokered units and a cash commission equal to 6% on sale of units to any purchasers referred to Global by the Company. In addition Global will receive non-transferable agent's warrants equal to 8% of the number of brokered units sold, exercisable at \$0.65 per share for a period of 18 months after closing. Global will also receive a corporate finance fee of \$35,000 (one half of which has been paid) and payment of its reasonable expenses.

For the non-brokered portion of this private placement the Company may negotiate finders' fees up to 8% of gross proceeds obtained from eligible subscribers introduced to the Company.

The proceeds raised from this private placement will be used towards acquisition, exploration and development of the Company's oil and gas projects in Canada and general working capital.

About the Company

Eagle Star Petroleum Corp. is a Canadian oil and gas exploration company headquartered in Calgary, Alberta. The Company's shares are publicly traded on the CNQ Stock Exchange (Canada) under the ticker symbol EAGL.

On behalf of the Board of Directors
EAGLE STAR PETROLEUM CORP.

"Eran Friedlander"
Eran Friedlander, President

For more information contact: Anthony Zelen

VP, Corporate Communications
Toll Free: **1-888-314-3888**
Fax: 403-444-6778
Email: az@eaglestaroil.com

The CNQ has not reviewed, and does not accept responsibility for the adequacy or accuracy of the content of this news release.