

FOR IMMEDIATE RELEASE – JUNE 28, 2005

GALLEON ANNOUNCES SECOND SIGNIFICANT LIGHT SWEET OIL WELL

CALGARY, ALBERTA – Galleon Energy Inc. (“Galleon”) announces that it has drilled in its current program a second deep oil well which, on early test, is flowing in excess of 1,700 barrels/day of light sweet 41° API crude oil. The well is expected to be pipelined within 4 weeks at an estimated 500 barrels/day. The well is located in Galleon’s core area of the Peace River Arch, Alberta. On June 7, 2005, Galleon announced initial test results on another deep oil well in the area which is currently producing approximately 514 barrels/day.

Galleon owns 100% of the new well and has an 85% interest in a 20,000 barrel/day facility of which 5,500 barrels/day are currently being processed. Galleon currently plans to drill an additional 9 to 12 deep oil tests in 2005 and 2006.

In June 2005, Galleon granted share options to purchase in aggregate 1,114,000 Class A shares. The exercise prices of the share options range between \$10.00 and \$11.60 per share. Officers were granted share options to purchase 300,000 Class A shares exercisable at \$10.00 per share. There are share options to purchase 2,781,000 Class A shares outstanding.

Galleon has 31,755,793 Class A shares and 922,500 Class B shares issued and outstanding which trade on the TSXV under the symbols “GO.A” and “GO.B”.

Galleon is a technically oriented high growth junior oil and gas company with focused operations in the Peace River area of Alberta. Galleon commenced operations in October 2003 and has had significant success in acquiring undeveloped acreage, drilling and purchasing production.

FOR FURTHER INFORMATION SEE www.galleonenergy.com OR CONTACT:
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ADVISORY: Certain information regarding Galleon Energy Inc. including management’s assessment of future plans and operations, may constitute forward-looking statements under applicable securities laws and necessarily involve risks associated with oil and gas exploration, production, marketing and transportation such as loss of market, volatility of prices, currency fluctuations, imprecision of reserve estimates, environment risks, competition from other producers and ability to access sufficient capital from internal and external sources. As a consequence, actual results may differ materially from those anticipated in the forward-looking statements.

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release. Disclosure provided herein in respect of boes may be misleading, particularly if used in isolation. A boe conversion ratio of 6 Mcf: 1 Bbl is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead.