

Successful Private Placement in Ginger Oil AB – First step towards main listing at Oslo Stock Exchange (OSE). New discovery and additional drilling.

Ginger Oil AB (Publ) completed a Private Placement towards 6 Norwegian investors July 2006. Among the large investors was the Norwegian Fund Convexa through its Fund Convexa Capital V.

The Private Placement amounted to 544 000 shares at a par value of SEK 0,10 and was placed at SEK 21.00 totalling SEK 11 424 000.

The total share capital is now SEK 1 339 472,90 consisting of 1 500 000 A-shares and 11 894 729 B-shares at a par value of SEK 0,10.

Hans Blixt, Chairman of the Board and CEO of Ginger Oil Inc comments:

“We are pleased to achieve a strengthening of our financial position with MSEK 11,4 through the successful Private Placement, enabling Ginger Oil Inc. to continue leasing of new prospects, to accelerate the 3-D seismic shooting in attractive prospects and increase the pace in the drilling program.

Furthermore, we are pleased to see that a Norwegian Fund and other leading Norwegian investors recognize the potential in Ginger Oil.

Ginger Oil AB is targeting a listing at Oslo Stock Exchange (OSE) Q4 2006.”

Ginger Oil AB has appointed CAR ASA (Corporate Advice and Research) as financial advisor for the Private Placement and the listing at Oslo Stock Exchange.

Kings Ridge (Lafourche Parish School Board #1) Louisiana has been drilled. Three zones encountered pay.

Searcy #3 (Arkansas) development well is drilling. Rig will immediately move to our prospect Windmill II, Treat #1.

Little Village (Bundy Heirs #1) Louisiana is ready to drill. Rig will move in no later than Sept. 10, 2006.

Ginger Oil AB is trading on the Nordic OTC market under the symbol GOIL OTCB.

For more information, please contact:

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