

Ginger Oil AB – new private emission.

Ginger Oil AB has emitted 1,164,668 B-shares at 27 SEK each. This has added 31,446,036 SEK in capital. The emission was directed toward Swedish and Norwegian investors with a minimum subscription of 500,000 SEK per lot. The emission was done in order for Ginger to participate with greater interest in Arkansas.

Ginger also wants to point out that those who participated in the emission 2003 can exercise their options between Oct 1 – Dec 31, 2006.

Status report

Searcy #3 (Arkansas) development well is currently being completed as an oil well.

Kings Ridge prospect (Lafourche Parish School Board #1) Louisiana has been drilled. Three zones encountered a total of 50' of pay from three zones. Waiting on completion rig.

Little Village (Bundy Heirs #1) Louisiana is drilling at 5,500'. The well should be encountering the first target in about 15 days. A location has been built for a second location on this prospect if the first one is successful.

Bandera prospect, Texas. Signed a letter of intent to participate for 10%. This prospect has an ultimate potential of 50-80 million barrels of reserves. The initial commitment is for 3 wells. First well could be drilled this year.

Louann exploration prospect (Arkansas). A rig should be on location on or about Oct 10.

Cleveland #2 horizontal (Arkansas). Currently planning location and design of this first horizontal well on the initial 3-d shoot.

Snow Hill prospect (Arkansas). A seismic line is being permitted and a well should be drilled early next year.

The second, Stephens 3-d shoot (Arkansas). Currently surveying. Acquisition and analysis should be completed by year end.

The third 3-d shoot (Arkansas). The crew from Stephens shoot will start on this area as soon as available.

The fourth 3-d shoot (Arkansas). Ginger has begun the initial leasing effort. Plans are to acquire the data in mid 2007.

North Sea. Waiting on award results from the DTI of Britain. According to the authorities, announcement should be done "in the beginning of October".

Treat #1, Windmill II exploration prospect (Arkansas). Logged a dry hole.

Ohio. Leasing is being done in several areas.

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

For more information, please contact:

Hans Blixt, CEO Ginger Inc; telephone +1 282 681 8600 x 205 or Don Neville x 206.

Ginger Oil AB (publ) är det Svenska moderbolag som är helägare av det amerikanska dotterbolaget Ginger Oil Company Inc, där all rörelsedrivande verksamhet i koncernen bedrivs. Bolaget är verksamt inom prospektering och exploatering utav olja och naturgas i främst Nordamerika. Ginger Oil AB är listade på Göteborgs OTC-lista och handlas på sedvanligt vis via banker och fondkommissionärer. Kursen kan följas i affärspress, text-tv samt på Internet. Mer information om bolaget finns på www.gingeroil.com