



FOR IMMEDIATE RELEASE:

### **Richards Oil & Gas Limited Announces Shareholder Approval of \$10 Million Private Placement**

Calgary, Alberta, August 10, 2007 -- Richards Oil & Gas Limited (the "Company"), (TSX Venture: RIX) announced today that it has received shareholder approval of its previously announced offering of 31,250,000 subscription receipts.

Each subscription receipt will be exchanged, without additional payment, into units (the "Units") of the Company on a one-for-one basis. Each Unit consists of one common share in the capital of the Corporation (a "Common Share") and one-half (1/2) of one Common Share purchase warrant (each whole Common Share purchase warrant, a "Warrant"). Each Warrant shall entitle the holder thereof to acquire one (1) Common Share at a price of \$0.40 until 5:00 p.m. (Calgary time) July 10<sup>th</sup>, 2009. All the Common Shares, Warrants and the Common Shares issuable pursuant to the Warrants are subject to a restricted trading period, which expires on November 11, 2007.

Proceeds of this private placement will be used to significantly increase gas production and revenue by accelerating the development of the Company's Horseshoe Canyon coal bed methane ("CBM") properties and for general corporate purposes.

Octagon Capital Corporation, as agent, receives a further commission of \$210,000 as shareholder approval was obtained.

The Company currently has 72,661,602 common shares issued and outstanding.

Richards Oil & Gas Limited ([www.richardsoilandgas.com](http://www.richardsoilandgas.com)) is a Calgary-based exploration company, involved in the development of crude oil and natural gas, with an emphasis on the exploitation of CBM. With a significant land base and industry-leading experience in the development of CBM projects, the Company is at the forefront of the CBM industry in Western Canada. The Company is able to capitalize on opportunities that create both short-term cash flow and long-term value for its shareholders.

For more information, please contact:

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The securities referenced herein have not and will not be registered under the United States Securities Act of 1933 and may not be offered or sold in the United States or to U.S. persons (as defined in Regulation S under the 1933 act) unless the securities have been registered under the 1933 act, or are otherwise exempt from such registration.

The TSX Venture Exchange has not reviewed and does not take responsibility for the adequacy or accuracy of this release.