



## **Saha Petroleum Closes Sale of Rush Lake and Golden Lake Assets**

**For Immediate Release**

**June 29, 2009**

CALGARY, ALBERTA – Saha Petroleum Ltd. (TSX Venture Exchange: SPZ) ("**Saha**" or the "**Corporation**") confirmed that it has closed its previously announced sale with an arm's length private company of its oil and natural gas interests in 5 heavy oil wells and 2 suspended wells, all located in western Saskatchewan (the "**Asset Sale**"). In connection with the Asset Sale, Saha obtained the written consent of shareholders holding in excess of 50% of the outstanding common shares. Exchange final acceptance is subject to Saha filing final materials therewith.

Saha will retain heavy oil production from its 4 wells in the Maidstone area of western Saskatchewan and from Saha's Wildmere well, drilled in the 4<sup>th</sup> quarter of 2008 and located in the Lloyminster area of eastern Alberta. The Asset Sale has allowed Saha to reduce its total debt from over \$2 million to \$284,000.

Saha has received conditional Exchange acceptance to issue common shares for the purpose of completely eliminating the remaining \$284,000 of indebtedness. As previously announced, Saha is proposing to issue an aggregate of 5,680,000 common shares at a price of \$0.05 per share to Brahma Resources Ltd., a private oil & gas company owned and controlled by David Forrest, President and CEO of Saha, to extinguish such debt. Closing of this transaction was conditional upon the closing of the Asset Sale, and subject to final Exchange acceptance such sale, and is expected to occur in early July, 2009. The common shares issued to Brahma will be subject to applicable Exchange hold periods and the hold periods required under any applicable securities laws.

### **About Saha**

**Saha Petroleum Ltd.** commenced operations as a junior oil and gas company upon the acquisition of a privately held oil & gas company in March 2008. Saha produces heavy oil from exploration and development assets located in the province of Saskatchewan and Alberta. Saha's common shares trade on the TSX Venture Exchange under the symbol SPZ.

For more information, please contact:

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*Neither the TSX Venture Exchange nor its Regulation Services Provider (as the term is defined in the Policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.*

**Advisory - Forward-looking information**

This press release includes forward-looking statements and assumptions respecting Saha's strategies, future operations, expected financial results, financial sources, commodity prices, costs of production and quantum of oil and natural gas reserves and discusses certain issues, risks and uncertainties that can be expected to impact on any of such matters. By their nature, forward-looking statements are subject to numerous risks and uncertainties that can significantly affect future results. Actual future results may differ materially from those assumed or described in such forward-looking statements as a result of the impact of issues, risks and uncertainties whether described herein or not, which Saha may not be able to control. The reader is therefore cautioned not to place undue reliance on such forward-looking statements. The forward-looking statements contained in this news release are made as of the date hereof and Saha undertakes no obligation to update publicly or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. The forward-looking statements contained in this news release are expressly qualified by this cautionary statement.