

ARBOUR ENERGY INC.
Trading Symbol CNQ Exchange – ARBR

PRESS RELEASE

Financing and Property Acquisition Announced

Calgary, Alberta: September 16, 2005 – Arbour Energy Inc. ("Arbour" or the "Company") is pleased to announce that its just completed private placement offering of Series 1 Preferred Share issue was significantly over subscribed. The Directors of the Company have accordingly approved the increase of that private placement to 40,000,000 Series 1 Preferred Shares. The offering of common shares previously announced is being delayed while management reviews the capital requirements of the Company.

Arbour has entered into a preliminary arms-length agreement to acquire the Malaysian subsidiary of an international company. The vendor represents that the oil and gas assets being acquired have significant proven reserves and that it will arrange additional financing to carry out the initial development program. The subject properties are in Myanmar. Technical advisors are currently evaluating the data. Subject to various conditions, including due diligence review, Arbour has agreed to pay \$25,000,000 plus 60,000,000 common shares in the company. Since the share issuance will result in a change of control of the Company, the agreement is also subject to shareholders' approval which will take place at a meeting to be held later this year.

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Forward Looking Statements:

Statements made in this news release that relate to future plans, expectations, events or performances are forward-looking statements. Such statements involve risks and uncertainties and are based on current expectations. Consequently, actual results could differ materially from the expectations expressed in these forward-looking statements.