

## **TWOCO PETROLEUMS ESTABLISHES CREDIT FACILITY**

August 13, 2004

**Calgary, Alberta** – Twoco Petroleum Ltd. ("Twoco" or the "Corporation") (TSX Venture – TWO) announces it has obtained a \$5,000,000 secured credit facility with HSBC Bank Canada.

The facility includes a \$5,000,000 demand revolving loan at prime plus 0.50% per annum and a \$1,500,000 general lease line of credit. While the credit facility provides the Corporation added financial flexibility, no specific uses have been identified for the finances at this time.

Twoco also announces that it has granted incentive stock options to purchase up to an aggregate of 280,000 shares at \$2.20 per share to certain of its officers, directors, key employees and consultants, exercisable for a period of 5 years.

Twoco is an oil and gas company engaged in the exploration for, and the acquisition, development and production of, oil and natural gas reserves primarily in the Province of Alberta.

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***The TSX Venture Exchange does not accept responsibility for the adequacy  
or accuracy of this release.***