

TWOCO PETROLEUMS

August 30, 2004

Calgary, Alberta – Twoco Petroleum Ltd. ("Twoco" or the "Corporation") (TSX Venture – TWO) announces it has released financial and operating results for the three months ended June 29, 2004.

Operational Highlight

Natural gas production increased 1,751% to 2,111,000 cubic feet per day (352 barrels of oil equivalent per day) for the quarter ended June 29, 2004 versus the corresponding period in 2003.

Twoco achieved a 75% success rate on four gross (four net) wells drilled. Completion operations with initial gas production from these wells should be realized in the third quarter.

Financial Highlights

Twoco's gross revenue from petroleum and natural gas sales for the quarter ended June 29, 2004 was \$1,328,916, a 1,671 percent increase from the comparative quarter in 2003.

The company's net income increased to \$198,978 from a loss of \$133,399 in the second quarter of 2003.

Twoco's balance sheet currently reflects a working capital surplus at June 29, 2004 of \$5,402,202, up from \$1,602,420 at December 30, 2003.

Corporate Highlights

Twoco completed its acquisition of Norranco Oil and Gas, a small privately owned Edmonton based oil and gas company. Although this acquisition contributed only nominal production, it provides Twoco access into a substantial land base (17,500 gross acres, 2,600 net acres) in its core area.

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
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