



FOR IMMEDIATE RELEASE

Investor Contact

Guma Aguiar
Leor Energy
(713) 212-2912
guma@leorenergy.com

Investor Contact

Mark Cozzi
Leor Energy
(713) 212-2904
mark@leorenergy.com

Media Contact

John O. Ambler
Fleishman-Hillard
(713) 513-9513
john.ambler@fleishman.com

Leor Energy Makes Strategic Equity Investment in Navasota Resources Ltd., LLP

Expands Holdings in the Deep Bossier to approximately 190,000 acres

HOUSTON, May 21, 2007 (BUSINESS WIRE) — Leor Energy announced today that it has made a substantial equity investment in Navasota Resources Ltd., LLP. This announcement follows Navasota Resources' recent acquisition of undeveloped leasehold interests covering more than 9,000 net acres in East Texas from Gastar Exploration Ltd. (AMEX:GST; TSX: YGA).

Commented Guma Aguiar, Leor's Chief Executive Officer: "We are pleased to have expanded our acreage position in Robertson County through this strategic investment in Navasota. The acreage acquired by Navasota is adjacent to, and contiguous with, Leor's Amoruso Field, one of the most important onshore discoveries in North America, and is situated only 1.5 miles away from two of our own wells. Both of these wells recently came online with initial production rates north of 61mmcf/d and 62mmcf/d respectively. These wells are among the best onshore wells seen in North America in more than a decade. We have every reason to believe that Navasota's acreage should be as prolific as Leor's core Amoruso Field acreage."

Hal Chappelle, President and CEO of Alta Mesa, the General Partner of Navasota added "We are excited to have Leor Energy as our partner. Leor has assembled a world-class management team with direct Deep Bossier experience. We look forward to benefiting from the learning curve which Leor has climbed over the past few years as they have been able to cut drilling costs and increase productivity through improved completion techniques."

On May 10, 2007, Navasota Resources Ltd., LLP acquired certain undeveloped leasehold interests in East Texas from Gastar Exploration Ltd. for a cash payment of \$68.2 million. Navasota Resources also acquired 10 million newly issued Gastar shares for \$2.00 per share, giving Navasota just under 5 percent of the company. Navasota Resources has the right to acquire additional undeveloped leasehold interests covering approximately 544 net acres for a cash price of \$4.1 million, subject to certain curative actions to be completed by July 9, 2007.

Leor currently has eight rigs running in the Deep Bossier and a 3-D shoot is currently underway across its Robertson County acreage position. Leor expects to receive initial 3-D data deliveries during the third quarter of 2007.

###

About Leor Energy: Leor Energy, based in Houston, Texas, is one of the fastest-growing privately held oil and gas exploration and production companies in North America. Leor is an active player in the Deep Bossier trend, one of the most promising recent unconventional gas exploration plays. Including its interests in Amoruso Field, which is operated by a subsidiary of EnCana Corp. (NYSE: [ECA](#) - [News](#)),

Leor Energy holds interests in over 190,000 acres in the Deep Bossier trend. Over the next twelve to eighteen months, Leor plans to drill several exploratory wells targeting Deep Bossier sands outside of its Amoruso prospect. Other companies currently active in the Deep Bossier trend include: Anadarko Petroleum Corp. (NYSE: [APC](#) - [News](#)); Chesapeake Energy Corp. (NYSE: [CHK](#) - [News](#)); ConocoPhillips (NYSE: [COP](#) - [News](#)); Devon Energy Corp. (NYSE: [DVN](#) - [News](#)); Gastar Exploration Ltd. (AMEX: [GST](#) - [News](#)); and XTO Energy Inc. (NYSE: [XTO](#) - [News](#)).