

Guardian Announces the Closing of the Sale of a Portion of its Clarke Lake Property Interest

TSX VENTURE EXCHANGE: GX

FOR IMMEDIATE RELEASE

CALGARY, ALBERTA – July 21, 2006 - Guardian Exploration Inc. (“Guardian”) announces that it has closed the sale of a portion of its Clarke Lake Pine Point “E” Pool interest to Ramshorn Canada Ltd., a subsidiary of Nabors Drilling Ltd.; and to a second Calgary based oil and gas company. Guardian will remain at a 42.5% interest and operate the property. The \$5.5mm proceeds will be used to reduce the \$4.5mm Azimuth Opportunity Ltd. debenture by \$0.5mm and the balance will be used for general corporate working capital purposes.

Operations are proceeding to restore gas production from the two existing wells on the property.

Guardian is a Calgary-based corporation engaged in the acquisition, exploration and development of resource properties. Common shares of the company trade on the TSX Venture Exchange under the trading symbol “GX”.

For further information, contact:

Graydon Kowal
President and CEO
(403) 232-1748

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