

## ***ENERGAS RESOURCES INC.***

### **Energas Resources Begins Parkway Project Pipeline**

Completion Expected in 1<sup>st</sup> Quarter 2006

OKLAHOMA CITY, Oklahoma – (BUSINESS WIRE) – October 25, 2005 --Energas Resources, Inc. (OTCBB: EGSR) today announced that construction has begun on their pipeline to facilitate production of natural gas from their Parkway Project. “We have procured 20,000 feet of 6 inch steel pipe and 4,000 feet of 4 inch steel pipe, cleared a significant portion of the right-of-way, staked the route and begun stringing pipeline for welding,” said Scott Shaw, Vice President. “We have a preliminary completion date set for first quarter 2006, and expect to be producing gas from at least 4 wells upon completion. We hope to have all the 23 existing wells connected by the second quarter 2006.”

Energas has produced oil from 2 of the Parkway wells which have shown gas pressure as high as 525 lbs. The Company conservatively expects stabilized production rates for the 23 wells to average 100 MCF of gas and 5 barrels of oil per well per day. After producing oil from 2 wells for a period of time and doing preliminary flow tests on some of the wells, management believes actual production could be substantially higher, and will announce updated production rates shortly after the wells are connected.

“Even at these conservative production estimates, this field will catapult Energas to the next level, and in all likelihood, increase our revenue several times over producing excellent cash flow and substantial earnings per share,” stated George Shaw, President. “We continue to believe that 2005 will prove to be a landmark year for Energas, and that 2006 will show tremendous improvement in all relevant metrics: production, reserves, revenue, cash flow and earnings per share.”

#### **About Energas Resources, Inc.**

Energas Resources, Inc. (OTCBB: EGSR), founded in 1991, is an oil and gas exploration, development and production company with interests in Kentucky, Oklahoma, Kansas and Wyoming.

#### ***Safe Harbor Statement***

When used in this press release, the words “intends,” “believes,” “anticipated” and “expects” and similar expressions are intended to identify forward-looking statements. Such statements are subject to risks and uncertainties, which could cause actual results to differ materially from those projected. Factors that could cause or contribute to such differences include normal risks associated with oil and gas drilling activities. In addition, adverse weather conditions can hinder or delay operations, as can shortages of equipment and materials or unavailability of drilling, completion, and/or work-over rigs. Even though a well is completed and is found to be productive, water and/or other substances may be encountered in the well, which may impair or prevent production or marketing of oil or gas from the well.

Contact:

Energas Resources, Inc.  
Scott Shaw 405/879-1752

Martin E. Janis & Company, Inc.  
Bev Jedyak 312/943-1100 ext. 12