

PRESS RELEASE

FAIRBORNE ENERGY LTD. AND CASE RESOURCES INC. ANNOUNCE COMPLETION OF ARRANGEMENT

July 27, 2004
For immediate release

Calgary, Alberta - Fairborne Energy Ltd. ("Fairborne") and Case Resources Inc. ("Case") are pleased to announce that the plan of arrangement (the "Arrangement") involving Fairborne and Case became effective on July 27, 2004. At a special meeting of the Case shareholders held on July 26, 2004, the shareholders of Case overwhelmingly approved the Arrangement. In addition, the Court of Queen's Bench of Alberta granted the final order approving the Arrangement.

Pursuant to the Arrangement, all outstanding common shares of Case were transferred to Fairborne and Case became a wholly-owned subsidiary of Fairborne. The previous shareholders of Case received, for each outstanding common share of Case held by them, 0.0909 of a common share of Fairborne.

After giving effect to the Arrangement, Fairborne has approximately 44.5 million common shares outstanding.

"Case's assets and lands in the Haynes and West Pembina/Brazeau area are an excellent fit with Fairborne's operations", stated Richard A. Walls, President & CEO of Fairborne. "We see operational savings with the consolidation of the Haynes oil production into our Clive oil terminal and Case's undeveloped land holdings fit strategically into our exploration plans" he noted.

Letters of transmittal were sent by Case to its shareholders to be utilized in order to exchange their shares for common shares of Fairborne pursuant to the Arrangement.

It is anticipated that common shares of Case will be delisted from trading on the Toronto Stock Exchange shortly and application will be made to applicable securities regulatory authorities for Case to cease to be a reporting issuer under applicable securities laws.

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