



ENHANCED OIL RESOURCES INC. PROVIDES CORPORATE UPDATE FOLLOWING HURRICANE IKE

HOUSTON, Sept. 17 /CNW/ - Enhanced Oil Resources, Inc. (TSX-V: EOR) today reports that following the affects of Hurricane Ike the Company's Houston office building will be closed until Friday, September 19th. Current operations will continue from remote locations throughout the City. Our Operations offices located in Midland, Texas and St. Johns, Arizona are continuing as normal.

The Company is continuing development of the St Johns Helium and CO(2) field and continues to produce approximately 180 barrels of oil per day (bopd) from its Oilfields in New Mexico. The Milnesand CO(2) pilot project continues with CO(2) injection and is performing as expected.

The Company continues to discuss opportunities with parties interested in CO(2) supply from our St. Johns project and expects to move forward with the CO(2) contracting process over the course of the next several weeks. While the Company cannot guarantee a formal agreement of any type, we are encouraged by the progress to date.

The Company has approximately \$18 million of cash on hand which is sufficient to complete the currently planned development program at St Johns, to continue with the oilfield workover programs and pilot CO(2) flood and to continue to fund the ongoing capital expenditures over the next 12 months. The Company will continue to review acquisition opportunities within its core area of the Permian Basin and is ready to proceed quickly should they occur.

Barry Lasker, President and Chief Executive Officer of Enhanced Oil Resources said: "We are pleased with our progress as we execute our business plan. We are moving forward to secure long term CO(2) gas contracts for delivery into the Permian Basin for enhanced oil recovery projects. Our current production covers approximately 2/3rds of our corporate overhead and our cash on hand is more than enough to cover our firm expenditure commitments for the next 12 months."

"As we recently reported, the Cawley, Gillespie & Associates Inc. reserve report independently confirmed that the St. Johns Dome is capable of producing an initial targeted rate of 350 MMCFPD of Helium-rich CO(2) and considerable upside remains in the field for future expansions. The Company is currently in discussions with potential end users for the delivery of CO(2) into the Permian Basin and we look forward to continued progress in the coming weeks."

About Enhanced Oil Resources Inc.

Enhanced Oil Resources Inc. (EOR) is an early-stage company focused on developing the St. Johns Helium/CO(2) field, and producing oil via enhanced oil recovery processes using CO(2) injection in the United States. The Company owns and operates the St. Johns Field, the largest undeveloped helium and CO(2) field in North America.

Forward-Looking Statement

Certain statements contained herein are forward-looking statements, including statements relating to Enhanced Oil Resources' operations; business prospects, expansion plans and strategies. Forward-looking information typically contains statements with words such as "intends," "anticipate," "estimate," "expect," "potential," "could," "plan" or similar words suggesting future outcomes. Readers are cautioned not to place undue reliance on forward-looking information because it is possible that expectations, predictions, forecasts, projections and other forms of forward-looking information will not be achieved by Enhanced Oil Resources. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties. A change in any one of these factors could cause actual events or results to differ materially from those projected in the forward-looking information. Although Enhanced Oil Resources believes that the expectations reflected in such forward-looking statements are reasonable, Enhanced Oil Resources can give no assurance that such expectations will prove to be correct. Forward-looking statements are based on current expectations, estimates and projections that involve a number of risks and uncertainties which could cause actual results to differ materially from those anticipated by Enhanced Oil Resources and described in the forward-looking statements or information. The forward-looking statements are based on a number of assumptions which may prove to be incorrect. Readers should be aware that the list of factors, risks and uncertainties set forth above are not exhaustive. Readers should refer to Enhanced Oil Resources' current filings, which are available at www.sedar.com, for a detailed discussion of these factors, risks and uncertainties. The forward-looking statements or information contained in this news release are made as of the date hereof and Enhanced Oil Resources undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable laws or regulatory policies.

ON BEHALF OF THE BOARD OF DIRECTORS



Barry D Lasker, CEO

THE TSX VENTURE EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS RELEASE.

For more information visit our Website at www.enhancedoilres.com. Retail investors please call Don Currie on 1-888-990-3551. Institutional investors please call Stephanie Feldman of EnerCom, Inc. at (303)-296-8834.