

UNITED REEF LIMITED

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June 18, 2004

Toronto, Ontario

PRESS RELEASE**UNITED REEF UNITS OFFERING OVERSUBSCRIBED**

United Reef Limited (URPL – CNQ) (“United Reef” or the “Company”) is pleased to announce that there has been a positive response to its offering of units by way of private placement (the “Offering”) announced on May 18th (see below). The Company has received subscriptions from individual and institutional investors for more than \$600,000 to the Offering and may accept additional subscriptions prior to closing. The Company is preparing to close the Offering on June 23, 2004.

On May 18th, the Company also announced its proposed participation in an oil & gas project located in northeastern Central African Republic. The project’s licence area is situated in a region of Africa that has seen significant discoveries and development of oil & gas reserves during the last decade. United Reef’s management believes that the opportunity to participate in the early stage exploration of the licence area and the potential for development of the project to production provide the Company with an exceptional opportunity.

Proceeds of the Offering will be used to fund the Company’s due diligence costs associated with its potential investment in the Central African Republic oil and gas project and for general working capital purposes. The Company’s right to participate in the project, subject to completion of satisfactory due diligence, will result from the President of the Company, Michael Coulter, assigning his rights to farm-in to the project to acquire a 25% interest. The President has agreed to assign all of his rights, title and interest in his farm-in agreement to the Company for no consideration.

Completion of the oil and gas transaction is subject to a number of matters, including but not limited to, completion of a due diligence review of the project, an ongoing assessment of the political risk associated with the Central African Republic and the Company’s ability to finance its share of expenditures to earn its potential interest in the project.

The Company has been assisted in marketing the Offering by Credifinance Securities Limited on a non-exclusive basis. In consideration for their services, the Company has agreed to compensate Credifinance by the payment of an 8% cash commission and to issue to Credifinance a broker’s warrant (the “Broker Warrants”) equal to 10% of the total number of Units sold in the Offering by Credifinance to its clients. Each Broker Warrant entitles the holder to purchase one Unit at a price of \$0.10 for a period of 18 months following closing of the Offering.

Credifinance is a privately-owned independent institutional investment house specialized in delivering financial services to institutions, small to medium-sized companies, and individuals of

substantial net worth. Through their global network of clients, Credifinance has arranged financings for public and private companies located in Canada, the United States and internationally. Credifinance has specific expertise in the bio-technology, high-technology, mining, and oil & gas sectors and have acted as the lead underwriter on a number of transactions ranging in size from \$1 to \$20 million dollars.

On May 18th, the Company announced that it was making an Offering of units by way of private placement to investors on a non-brokered basis. The Offering consisted of up to 5 million units (the “Units”) of the Company at a price of \$0.10 per Unit. Each Unit consists of one common share and one-half of one common share purchase warrant (the “Warrants”). Each whole Warrant will entitle the holder to purchase one additional common share at a price of \$0.15 for a period of 18 months from the date of closing of the sale of the Units. Closing of the Offering has now been set to take place on June 23rd and the Company may accept additional subscriptions to the Offering prior to closing.

Investors in the Company’s securities are cautioned that, except as disclosed by the Company in its ongoing disclosure documents, including its monthly progress reports filed with CNQ in connection with the transaction, any information released or received with respect to the Company’s participation in the oil and gas project may not be accurate or complete and should not be relied upon. Trading in the securities of United Reef should be considered highly speculative.

United Reef’s common shares are listed for trading on the Canadian Trading and Quotation System (“CNQ”) under the symbol “URPL”. CNQ recently announced that it has received Ontario Securities Commission recognition as a stock exchange.

For further information about the Company, please visit United Reef’s website at www.unitedreef.com or contact Michael Coulter, President at 416-368-3332.