

News Release

ARSENAL ENERGY INC. (TSX – AEI) (FRANKFURT – A1E)

Arsenal Energy Inc. Announces Change to Board of Directors

Calgary, Alberta, June 25, 2008 – Arsenal Energy Inc. (“Arsenal”) (TSX:AEI) (Frankfurt: A1E) announces that the following directors were elected at the Annual General Meeting of Shareholders held on June 23, 2008 in Calgary, Alberta: Tony van Winkoop, Neil MacKay, Curtis Stewart, William Hews, Bill Powers and Jason James. Following the meeting Mr. James resigned from the Board of Directors and Harley Kempthorne was appointed to the Board of Directors.

Mr. Kempthorne (P.Eng) is the Vice President, Engineering, of Gentry Resources Ltd., a Canadian based company listed on the TSX Exchange. Mr. Kempthorne has extensive industry experience in reserve evaluations, reservoir development and acquisitions. Mr. Kempthorne was previously employed by Petro-Canada and Imperial Oil. Mr. Kempthorne holds a Masters Degree in Geotechnical Engineering from Carleton University, an MBA from the University of Calgary and is a member of APEGGA.

Arsenal wishes to thank Michael Vandale and Kerry Lyons for their past involvement as directors of Arsenal. Both made timely contributions to the growth of Arsenal.

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For further information on Arsenal, please visit our website at www.arsenalenergy.com, e-mail info@arsenalenergy.com or contact:

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