



PRESS RELEASE

BROWNSTONE COMMENCES TESTING OF FLAMI-1 WELL

Toronto, Ontario (June 6, 2012) – Brownstone Energy Inc. (TSXV: BWN; OTCQX: BWSOF) (“Brownstone”) is pleased to announce that it has received the following operational update for its Flami-1 well, Llanos Block 27, Colombia.

Santa Maria Petroleum Inc. (formerly Quetzal Energy Ltd.) has advised that testing of the Flami-1 well at the Llanos 27 Block will begin shortly.

The Flami-1 well commenced drilling on April 23, 2012. The well was drilled with the Saxon 132 1,500 horsepower rig and was successfully drilled to a total depth of 9,300 feet on May 31 2012.

Well logs indicate an estimated 20 feet of potential gross oil pay in the Mirador formation and 22 feet in the Une formation. Completion and testing operations will begin with the Une formation with the Mirador to follow. Testing of the potential zones is expected to take approximately 3 weeks.

Brownstone is paying 50% of the gross amount and will earn 45.275% of production before payout and 34.25% of production after payout under a private participating interest agreement.

About Brownstone

Brownstone Energy Inc. is a Canadian-based, energy focused company with direct interests in oil and gas exploration projects, including varying interests in three off-shore Israel concessions and in four Colombian blocks in the Llanos basin, as well as other oil and gas interests worldwide. By owning and managing a diversified portfolio of energy-based projects, Brownstone provides shareholders with a unique energy alternative. For additional information, please see Brownstone's website: www.brownstoneenergy.com.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

For further information, please contact:

Jonathan Schroeder, P. Geoph., President and COO
(403) 660-2894
schroeder@brownstoneenergy.com

Gerry Feldman, CFO
(416) 941-8900
Feldman@brownstoneenergy.com

Richard Patricio, Vice-President Corporate and Legal Affairs
(416) 941-8900
info@brownstoneenergy.com

Cautionary Statements

This news release contains forward-looking information and forward-looking statements within the meaning of applicable securities laws (together, "forward-looking information"). The use of any of the words "expect", "anticipate", "continue", "estimate", "believe", "plans", "intends", "confident", "may", "objective", "ongoing", "will", "should", "project", "should" and similar expressions are intended to identify forward-looking information.

The forward-looking information is based on certain key expectations and assumptions made by the Company, including expectations and assumptions concerning the operational results in Colombia. Although the Company believes that the expectations and assumptions on which the forward-looking information are based are reasonable, undue reliance should not be placed on the forward-looking information because the Company can give no assurance that they will prove to be correct.

Since forward-looking information addresses future events and conditions, by its very nature it involves inherent risks and uncertainties. Actual results could differ materially from those currently anticipated due to a number of factors and risks. These include, but are not limited to, the inherent risks involved in the exploration and development of oil and gas properties, the uncertainties involved in interpreting drilling results and other geological data, uncertainties relating to fluctuating oil and gas prices, the possibility of cost overruns or unanticipated costs and expenses and other factors including unforeseen delays. Anticipated exploration and development plans relating to the Company's properties are subject to change.

The foregoing list of assumptions, risks and uncertainties is not exhaustive. The forward-looking information contained in this press release is made as of the date hereof and Brownstone 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 securities laws.