



**PRESS RELEASE**

**BROWNSTONE VENTURES INC.:**

**“BWN” (TSXV)**

**FOR IMMEDIATE RELEASE:**

**February 24, 2011**

**BROWNSTONE ENERGY INC. RELEASES UNAUDITED RESULTS  
FOR THE THREE AND SIX MONTHS ENDED DECEMBER 31, 2010**

**TORONTO, Ontario (February 24, 2011)** – Brownstone Energy Inc. (TSXV: “BWN”) today announces its unaudited results for the three and six months ended December 31, 2010.

As at December 31, 2010, the Company had cash and cash equivalents of \$8.7 million as compared to \$1.8 million as at June 30, 2010. Investments at fair value totaled \$14.5 million at December 31, 2010 as compared to \$17.2 million at June 30, 2010. Also at December 31, 2010, oil & gas properties and related expenditures totaled \$40.1 million as compared to \$36.2 million as at June 30, 2010.

**Financial Highlights for the three and six months ending December 31, 2010 with comparatives:**

Operating Results (unaudited)	Three months ended December 31,		Six months ended December 31,	
	2010	2009	2010	2009
Realized gains on disposal of investments,	\$ 279,670	\$ 699,799	\$ (724,176)	\$ 777,355
Unrealized gains (losses) on investments, net	4,178,644	(968,470)	5,241,808	2,719,171
Net investment gains (losses)	4,458,314	(268,671)	4,517,632	3,496,526
Net and comprehensive income (loss) for the period	3,117,392	(762,474)	2,655,069	(1,410,600)
<b>Basic earnings (loss) per share</b>	<b>0.04</b>	(0.01)	<b>0.03</b>	(0.02)
<b>Diluted earnings (loss) per share</b>	<b>0.03</b>	(0.01)	<b>0.03</b>	(0.02)

Balance Sheet Highlights		
	December 31, 2010	June 30, 2010
Cash and cash equivalents	\$ 8,700,056	\$ 1,832,230
Investments, at fair value	14,458,169	17,174,119
Oil & gas properties and related expenditures	40,134,618	36,167,168
Total assets	68,601,793	63,961,793
Total liabilities	3,302,037	2,113,363
Share capital, warrants and contributed surplus	82,850,538	82,054,281
Deficit	(17,550,782)	(20,205,851)
Working Capital	23,002,877	20,394,295

During the six months ended December 31, 2010, the Company spent cash of \$4,230,778 on oil & gas properties and related expenditures.

Brownstone is currently participating in eight oil and gas exploration projects based in Colombia, Israel, United States (Colorado/Utah and Oregon), Argentina, Canada and Brazil.

### **About Brownstone**

Brownstone Energy Inc. is a Canadian-based, energy focused investment company with equity interests and direct interests in oil and gas exploration projects, including working interests in almost 300,000 acres in the Piceance/Uinta Basins of Colorado and Utah; 253,000 acres in Rio Negro, Argentina; interests in several projects in Brazil; a 50% interest in approximately 300,000 hectares in the Québec Lowlands; a 15% participating interest in several off-shore Israel oil and gas blocks; and is earning interests (14-35%) in 4 Colombian blocks in the Llanos basin. For additional information, please see Brownstone's website: [www.brownstoneenergy.com](http://www.brownstoneenergy.com).

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