



PRESS RELEASE

FOR IMMEDIATE RELEASE:

September 28, 2011

**BROWNSTONE ENERGY INC. RELEASES AUDITED RESULTS
FOR THE YEAR ENDED JUNE 30, 2011**

TORONTO, Ontario (September 28, 2011) – Brownstone Energy Inc. (TSXV: “BWN”; OTCQX: “BWSOF”) (“Brownstone” or the “Company”) today announces its audited results for the year ended June 30, 2011.

As at June 30, 2011, the Company had cash and cash equivalents of \$29.8 million as compared to \$1.8 million as at June 30, 2010. Investments at fair value totaled \$12.4 million as at June 30, 2011 as compared to \$17.2 million as at June 30, 2010. Also as at June 30, 2011, oil and gas properties and related expenditures totaled \$49.1 million as compared to \$36.2 million as at June 30, 2010.

Financial Highlights for the year ending June 30, 2011 with comparatives:

Operating Results	Year ended June 30,	
	2011	2010
Realized gains (losses) on disposal of investments, net	\$ (1,385,033)	\$ 647,190
Unrealized gains on investments, net	5,050,138	3,949,027
Net investment gains	3,665,105	4,596,217
Total expenses	5,954,490	25,711,195
Net and comprehensive loss for the year	(1,299,013)	(22,069,004)
Basic and diluted loss per common share	(0.01)	(0.31)

Balance Sheet Highlights	As at June 30,	
	2011	2010
Cash and cash equivalents	\$ 29,833,806	\$ 1,832,230
Investments, at fair value	12,350,483	17,174,119
Oil and gas properties and related expenditures	49,076,358	36,167,168
Total assets	97,614,700	63,961,793
Total liabilities	1,497,064	2,113,363
Share capital, warrants, broker warrants, and contributed surplus	117,622,500	82,054,281
Deficit	(21,504,864)	(20,205,851)
Working Capital	46,507,056	20,394,295

During the year ended June 30, 2011, the Company spent net cash of \$12,772,103 on oil and gas properties and related expenditures.

Brownstone is currently participating in several 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 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.

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