

PRESS RELEASE

PetroCorp Group Inc. Announces Lawsuit

For Immediate Release

EDMONTON, JULY 15, 2011 - PetroCorp Group Inc. (PCG.H: NEX) (the "Corporation") announced today that it has been served with a statement of claim by Powell Canada Inc. and affiliated companies (collectively, "Powell"), wherein Powell is claiming that the Corporation breached certain representations and warranties contained in the Asset Purchase Agreements dated October 21, 2009. Powell is claiming it has suffered damages in the amount of \$9,000,000, and is seeking indemnification for these alleged damages from the Corporation and other defendants. The Corporation plans to file a statement of defense and vigorously defend itself in this matter.

Neither the NEX, nor its Regulatory Services Provider (as that term is defined in the policies of the NEX) accepts responsibility for the adequacy or accuracy of this release.

For further information, please contact Larry Patriquin, President & CEO, at (780) 499-7662, or Randy Fries, Interim CFO, at (780) 910-9436.