

PEAT RESOURCES LIMITED
40 King Street West, Suite 3901
Scotia Plaza
P.O. Box 206
Toronto, Ontario
M5H 3Y2

NEWS RELEASE

Trading Symbol: PET - TSX Venture Exchange

November 9, 2005

Peat Resources Limited (the "Company") is pleased to report that it has obtained rights to an area of peatlands in the western part of the Province of Newfoundland and Labrador.

The Company's goal is to produce high quality peat fuel for use in electricity generating stations and other facilities requiring economical and environmentally beneficial energy sources. Although the focus of the Company's activities has been the large peat resources of northwestern Ontario and the supply of fuel to customers of that region, the Company has also been mindful of the broader potential usage of peat fuel across Canada and the United States. The Company aims to become the principal supplier of peat fuel to the North American energy market. Consequently, an important part of the Company's business plan is the acquisition of additional properties in Ontario and elsewhere in Canada to allow for expansion of activity to international markets.

In Newfoundland, the Company has obtained fourteen Quarry Material Exploration Licences encompassing a total area of 34,450 hectares of prospective peatlands close to the western coast of the island in the vicinity of Stephenville. The permits which are provided by the Department of Natural Resources, Mines Branch, allow the Company to explore, sample and test the peat resources. The sites are well positioned with regard to port facilities which allows for ease of transportation of the peat fuel products to markets in eastern Canada and the northeastern U.S.A.

Peat fuel has very low sulphur and mercury content compared to coal. Therefore, U.S. utilities are taking serious interest in the blending of peat and coal in their electricity generating stations in order to reduce these harmful pollutants whose emissions are becoming more stringently regulated. Peat fuel from Newfoundland will be an economically important contribution to these efforts.

For more information contact:

Peter Telford, President and CEO

Telephone: 416 862-7885

Fax: 416 862-7889

e-mail: peatfuel@peatresources.com

web site: www.peatresources.com

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy of this news release.