



CALGARY, ALBERTA – JUNE 29, 2012

**QUESTFIRE ENERGY CORP. ANNOUNCES
CLOSING OF CONVERTIBLE DEBENTURE OFFERING**

Questfire Energy Corp. (“Questfire” or the “Corporation”) (TSX-V: Q.A and Q.B) is pleased to announce that on June 28, 2012 it closed its previously announced private placement to raise gross proceeds of \$1,485,000.

The Corporation issued 297 units pursuant to the private placement, with each unit being comprised of one \$5,000 par value convertible unsecured senior debenture (each a “**Debenture**”) and 5,000 common share purchase warrants (the “**Warrants**”). The principal amount of the Debentures is convertible, in whole or in part, into Class A Shares (“**Common Shares**”) at the option of the holder at any time prior to the close of business on June 30, 2014 at a conversion price of \$0.50 per Common Share. Each Warrant entitles the holder thereof to acquire one Common Share at a price of \$0.75 until June 30, 2014. The Debentures and Warrants may not be traded until October 29, 2012, except in accordance with applicable securities laws.

Forward-Looking statements: This document contains statements about future events that are forward looking in nature and, as a result, are subject to certain risks and uncertainties such as changes in plans or the occurrence of unexpected events. Actual results may differ from the estimates provided by management.

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