

For Immediate Release
Calgary, Alberta

Sahara Energy Ltd.-TSX Venture Exchange: SAH
U.S. Quotation: SAHRF

December 18, 2007

**SAHARA ENERGY - ANNOUNCES SALE OF SIMONETTE GAS PROPERTY
FOR IMMEDIATE RELEASE**

CALGARY, ALBERTA, Sahara Energy Ltd. ("Sahara" or the "Company") announces that it has sold its working interest in a shut-in gas well in the Simonette area of Alberta to an arms length party for \$400,000. Proceeds of the sale will be used to pay down the Company's bank facilities.

At the Company's properties in Hayter, Alberta, two wells have been drilled and cased under the terms of a previously announced farmout agreement on November 14, 2007. One well is currently on production, and the second well will be placed on production, in the near future. Two additional option wells may be drilled, based on the success of these wells.

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Statements in this press release may contain forward-looking statements including expectations with respect to future events and the actions of third parties. These statements are based on current expectations that involve a number of risks and uncertainties, which could cause actual results to differ materially from those anticipated. These risks include, but are not limited to: the underlying risks of the oil and gas industry (i.e. operational risks in development, exploration and production; potential delays or changes in plans with respect to exploration or development projects or capital expenditures; the uncertainty of reserves estimates; the uncertainty of estimates and projections relating to production, costs and expenses, adequate available financing and health, safety and environmental factors), commodity price and exchange rate fluctuation and uncertainties.

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.