



SECOND QUARTER 2011

Report to unit holders for the period ended June 30, 2011

Energy Resources Corp Reports Quarterly Results and Declares Distribution on its Kentucky Petroleum Limited Partnership fund

“For Immediate Release”

July 27, 2011 – a company focused on investments in global Oil & Gas production based properties, announced it is in positive cash flow and production ahead of its original scheduled dates and has disbursed quarterly distribution to its unit holders. Kentucky Petroleum Limited Partnership was set to begin quarterly distributions in October 2011, however through vigorous negotiations with property owners and diligent work on management’s behalf it is now in Cashflow and able to start distributions as of July 2011. The cash distribution corresponds to the minimum quarterly distribution of 3% per unit set in the offering memorandum to reach a minimum 12% return annually, prior to the company profit sharing side by side with the unit holders above that annual return.

The management on behalf of the General Partner has declared a cash distribution of \$242.50 per unit or 4.85% return to each investor for the first quarter payout of this project. The distribution is payable on July 29, 2011, to unit holders of record on the close of subscriptions accepted by the general partner dated on or before June 30, 2011.

About ERC

ERC seeks to provide investors current income, as well as long-term capital appreciation, by participating in multiple asset valued characteristic properties within the oil and gas industry. ERC seeks to put forward 2-3 limited partnerships with strong set characteristics in various geographical locations for investors to participate.

ON BEHALF OF THE BOARD

“Mehran Ehsan” President & Director

Disclaimer: Except for historical information contained herein, the matters set forth above may be forward-looking statements that involve certain risks and uncertainties that could cause actual results to differ from those in the forward-looking statements. Words such as “anticipate,” “believe,” “estimate,” “expect,” “intend” and similar expressions, as they relate to Energy Resources Corp. and Kentucky Petroleum Operating Ltd., the potential reserves, production and ability to establish wells on the Prospect, identify forward-looking statements. Such forward-looking statements are based on the current beliefs of management, as well as assumptions made by and information currently available to management. Actual results could differ materially from those contemplated by the forward-looking statements as a result of certain factors such as the nature of business negotiations, the operational details of oil and gas properties, the competitive environment within the industry, the ability of Energy Resources Corp. and Kentucky Petroleum Operating Ltd. to expand its operations, the level of costs incurred in these expansion efforts, economic conditions in the industry and Energy Resources Corp / Kentucky Petroleum’s financial strength. Energy Resources Corp and Kentucky Petroleum Operating Ltd. do not undertake any obligation to update such forward-looking statements. Investors are also directed to consider all other risks and uncertainties.