



For Immediate Release: Wednesday, January 24, 2007

**HERITAGE OIL COMPLETES SALE OF ITS KOUAKOUALA INTERESTS
IN CONGO FOR OVER US\$6 MILLION**

Calgary, Alberta, January 24 – Heritage Oil Corporation (TSX: HOC) today announced that it has completed the sale of its 25% working interests in the Kouakouala A and B licenses in the Republic of Congo to the other partners in the licenses, Maurel et Prom and Burren Energy, for the following consideration:

- Cash of US\$6,052,515, which has been received; and
- An overriding royalty of 15% over a 30% working interest in the Kouakouala B license in relation to the Mengo Field. The Mengo Field is not in production.

The Kouakouala A license contains the Kouakouala field which has been in production in since 2000. Production net to Heritage in the third quarter of 2006 averaged 186 bopd.

Commenting on the transactions Tony Buckingham, CEO, noted: “The disposal of the Kouakouala interests marks Heritage’s exit from this country and is another step in our strategy to refocus the Company into our core areas of Uganda, Russia and the Kurdistan Region of Iraq. We consider the cash is much better deployed in accelerating the work program in Uganda and commencing early production from the Zapadno Chumpasskoye (West Chumpass) field in Russia, following the announcement of first oil earlier this month. We believe these together with our programs in other core areas have much greater potential for future growth.”

Heritage is an international oil and gas corporation with a producing property in the Sultanate of Oman, a development property in Russia and exploration projects in the Republic of Uganda and the Democratic Republic of Congo. The Company is also pursuing opportunities in the Kurdistan region of Iraq and in other regions of Iraq.

The Company’s Common Shares trade on the Toronto Stock Exchange under the symbol HOC.

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For further information please contact:

Investors Relations Contacts:

CHF Investor Relations

Cathy Hume

Tel +1 416 868 1079 x231

Email cathy@chfir.com

Heather Colpitts

Tel +1 416 868 1079 x223

Email heather@chfir.com

Heritage Oil Corporation

European Contact Details

Tony Buckingham / Paul Atherton

Tel +41 91 973 1800 or +44 870 011 5555

Fax +41 91 973 1808 or +44 20 7629 3863

Email info@heritageoilcorp.com

Canadian Contact Details

John McLeod

Tel +1 403 234 9974

Fax +1 403 261 1941

If you would prefer to receive press releases via email contact Ana Augusta (ana@chfir.com) and specify “Heritage press releases” in the subject line.

FORWARD-LOOKING STATEMENTS: Except for statements of historical fact, all statements in this news release – including, without limitation, statements regarding production estimates and future plans and objectives of Heritage – are forward-looking statements that involve various risks and uncertainties. There can be no assurance that such statements will prove to be accurate; actual results and future events could differ materially from those anticipated in such statements. Factors that could cause actual results to differ materially from anticipated results include risks and uncertainties such as: risks relating to estimates of reserves and recoveries; production and operating cost assumptions; development risks and costs; the risk of commodity price fluctuations; political and regulatory risks; and other risks and uncertainties as disclosed under the heading "Risk Factors" and elsewhere in Heritage documents filed from time-to-time with the Toronto Stock Exchange and other regulatory authorities. The Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.