



News Release

For Immediate Release

TSX Venture Exchange: TXE

Traxion Completes and Abandons Pakowki, Provides Operations Update

July 24, 2008 – Calgary Alberta – Traxion Energy Inc. ('Traxion' or the 'Corporation') is providing the following operations update.

Traxion has completed and tested two zones in the Pakowki Section 13 well and has subsequently plugged and abandoned the well due to insufficient hydrocarbon production.

Licensing of the first Buffalo Coulee well in SW Saskatchewan with potential Bakken and Viking heavy oil production continues. Drilling is expected to proceed on this well within the summer months. Traxion has identified up to 8 additional Bakken or Viking heavy oil locations on its SW Saskatchewan Bakken lands. Traxion currently holds 2,240 acres in this play with 100% working interest rights.

The licensing of the Section 22 Pakowki well continues while surface landowner concerns are being addressed.

In addition, Traxion's Granlea well production has decreased to approximately 70 mcf/d or 12 BOE (26 mcf/d or 4 BOE net) with associated water from the Sawtooth zone.

Traxion is a Calgary, Alberta based Corporation engaged in the exploration, development and production of petroleum and natural gas. The Corporation's common shares are listed on the TSX Venture Exchange under the trading symbol 'TXE'.

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CAUTION REGARDING FORWARD LOOKING STATEMENTS

Certain statements contained herein constitute forward-looking statements. The Corporation has adopted the standard of 6 Mcf:1 BOE when converting natural gas to BOE. BOEs may be misleading, particularly if used in isolation. A BOE conversion ratio of 6 Mcf:1 BOE is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead. The Corporation does not undertake any obligation to publicly update or revise any forward-looking statements.