



NEWS RELEASE

CANADIAN SPIRIT RESOURCES INC. ANNOUNCES PRIVATE PLACEMENT OF FLOW-THROUGH SHARES

Calgary, AB June 1, 2010 – Canadian Spirit Resources Inc. (“CSRI” or the “Corporation”) (TSXVENTURE:SPI) (OTCBB:CSPUF) announces that it is proposing to undertake, subject to TSX Venture Exchange approval, a non-brokered private placement of flow-through shares.

The Corporation proposes to issue up to 3.0 million flow-through shares at a price of C\$1.40 per share (“Flow-through Shares”). The Flow-through Shares issued pursuant to this placement will entitle Canadian investors, subject to various income tax considerations, to certain Canadian Income Tax benefits. The 2010 deductions to be renounced to purchasers of the Flow-through Shares will be Canadian Development Expenses.

The placement of Flow-through Shares is expected to close on or about June 25, 2010.

The Corporation may pay a finder’s fee of up to 6 percent in cash, excluding subscriptions by directors, officers or employees of the Corporation.

All the securities issued pursuant to the private placement will be subject to a four month restricted resale period.

Proceeds of the proposed private placement will be used to fund the Corporation’s planned 2010 drilling program in the Montney Formation at Farrell Creek, British Columbia in conjunction with its joint venture partner Canbriam Energy BC Partnership. This program, commencing in early June, is expected to include the drilling of three horizontal wells targeting the upper portion of the Montney Formation and the fracture stimulation of a lower Montney horizontal well drilled in the first quarter of 2010.

This news release does not constitute an offer of securities for sale in the United States.

CSRI is a natural resources company focusing on the identification and development of opportunities in the unconventional gas sector of the energy industry. The mission of the Corporation is to develop 1 trillion cubic feet of natural gas from resource plays in western Canada. The Corporation is currently evaluating the productive capability of both its shallow Gething play and its deeper Montney play through joint ventures with two well-capitalized partners. Both of these plays are located on the Corporation’s principal resource property at Farrell Creek, British Columbia.

Information regarding CSRI is available on SEDAR at www.sedar.com or the Corporation's website at www.csri.ca.

On behalf of the Board of Directors,
CANADIAN SPIRIT RESOURCES INC.

"Don Gardner"

Chief Executive Officer & Secretary

For further information, please contact:

Canadian Spirit Resources Inc.

Telephone (403) 539-5005

Facsimile (403) 262-4177

Phil Geiger (phil.geiger@csri.ca)

Don Gardner (don.gardner@csri.ca)

OR INVESTOR RELATIONS

Adam Buchanan (adam.buchanan@csri.ca)

NEITHER THE TSX VENTURE EXCHANGE NOR ITS REGULATION SERVICES PROVIDER
(AS THAT TERM IS DEFINED IN THE POLICIES OF THE TSX VENTURE EXCHANGE)
ACCEPTS RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS RELEASE