

PACIFIC ENERGY RESOURCES LTD.

111 West Ocean Blvd.

Long Beach, California 90802

Telephone: (562) 628-1526; Fax: (562) 628-1536

**Pacific Energy enters into amendments of its Agreements
for the purchase of Alaska Oil and Gas Assets**

LONG BEACH, CALIFORNIA--(August 1, 2007) - Pacific Energy Resources Ltd. (TSX:PFE) (the "Corporation") is pleased to announce the execution of amendments to its definitive purchase agreements with Forest Oil Corporation (NYSE:FST) ("Forest") and Forest Alaska Holding LLC ("Forest Holding") with respect to the purchase of all of oil and gas properties and operations owned by Forest and Forest Holding in Alaska (please refer to the Corporation's press release of May 29, 2007). As a result of the amendments, the Corporation will acquire 100% of the membership interests in Forest Alaska Operating LLC ("FAO"), which owns the majority of the Alaska properties and operations, plus certain additional Alaska assets owned by Forest, including an interest in the Cook Inlet Pipeline Company ("CIPL Interest") for approximately US\$400,000,000 plus the issuance of 10,000,000 shares of the Corporation's common stock and a seven year seller note to Forest with a net present value of approximately \$30,000,000.

Under the amendments, the transactions will close on or before August 24, 2007.

The FAO assets include nine fields located in the Cook Inlet area, Alaska covering the major fields of McArthur River, Redoubt Shoal, West McArthur River and Trading Bay; and (ii) the minor fields of West Foreland, Three Mile Creek, Sabre, Kustatan and Cosmopolitan. DeGolyer & MacNaughton, an independent consulting firm retained by the Corporation estimated 26.06 million barrels equivalent (MMBOE) of net Proved Reserves (11.3 MMBOE of Proved Developed Producing, 2.6 MMBOE of Proved Developed Non-Producing and 12.22 MMBOE of Proved Undeveloped), 27.82 MMBOE net Probable reserves and 6.72 MMBOE of Possible reserves for a total of 60.59 MMBOE of Proved, Probable and Possible reserves, under current Nymex strip prices.

In addition to the producing properties, the Forest assets to be acquired include nearly 1,000,000 net acres covering multiple exploration prospects including three offshore prospects of Corsair, Raptor and Valkyrie.

About Pacific Energy Resources Ltd.

The Corporation is an oil and gas exploration and development company based in Long Beach, California, U.S.A. Additional information relating to the Corporation may be found on SEDAR at www.sedar.com.

ON BEHALF OF THE BOARD OF DIRECTORS

PACIFIC ENERGY RESOURCES LTD.

Mr. Darren Katic, President

www.pacenergy.com

Boardmarker Group

T: 403 517 2270

E: dean@boardmarker.net

www.boardmarker.net

Note: This release contains forward-looking statements that involve risks and uncertainties. These statements may differ materially from actual future events or results, are based on current expectations or beliefs and include, but are not limited to, statements concerning the timing, terms and amounts of the planned private placement and credit facility. For this purpose, statements of historical fact may be deemed to be forward-looking statements. In addition, forward-looking statements include statements in which the Corporation uses words such as “continue,” “efforts,” “expect,” “believe,” “anticipate,” “confident,” “intend,” “strategy,” “plan,” “will,” “estimate,” “project,” “goal,” “target,” “prospects,” “optimistic”, “potentially”, “looking forward”, “possibility”, or similar expressions. These statements by their nature involve risks and uncertainties, and actual results may differ materially depending on a variety of important factors, including, among others, the parties’ ability to satisfy conditions precedent to the proposed transactions, including without limitation, obtaining regulatory and stockholder approval, the Corporation’s ability to meet its obligations under its existing and anticipated contractual obligations, the impact of changes in market conditions and the Corporation’s business environment, including actions of competitors; the occurrence of acts of terrorism or acts of war; changes in governmental laws and regulations, including income and other taxes; and other factors as may be discussed in the documents filed by the Corporation on SEDAR (www.sedar.com), including the most recent reports that identify important risk factors that could cause actual results to differ from those contained in the forward-looking statements. In particular, statements with respect to the Corporation’s expectations that it will be able to close under agreements with respect to the acquisition of the Beta Unit interests, that it will be able to obtain regulatory approvals and that it will be able to obtain necessary financing are forward-looking statements, and the Corporation can provide no assurance that any of these transactions will occur. The Corporation undertakes no obligation to review or confirm analysts’ expectations or estimates or to release publicly any revisions to any forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events.