

PRESS RELEASE
OVERLORD ANNOUNCES 2005 SECOND QUARTER RESULTS

FOR IMMEDIATE RELEASE
Calgary, Alberta, August 31, 2005

Overlord Financial Inc. (TSX Venture: OFI) (the “Corporation”) announces the company has filed its unaudited Consolidated Financial Statements for the period ended June 30, 2005 and related Management Discussion and Analysis with Canadian Securities Regulatory Authorities.

The Company experienced an active second quarter with the closing on June 29th, 2005 of its first oil and gas equity fund, Catapult Energy Limited Partnership I for proceeds exceeding \$15 million. This limited partnership is managed by the general partner Catapult Energy 2004 Inc., a wholly-owned subsidiary of Overlord Financial Inc.

Expenses in the second quarter increased as management continues to intensify its development and marketing efforts for all its products. Overlord sold 250,000 shares of ExAlta Energy Inc. for proceeds of approximately \$965,000 (realized gain of approximately \$698,000) to provide working capital to support operations. Further, in the second quarter the Company added Mr. Claude Blanchet as Vice Chairman to the team to increase development efforts on the DebMax project.

Copies of the unaudited Consolidated Financial Statements and Management Discussion and Analysis may be obtained via www.sedar.com or by emailing info@overlordfinancial.com.

Overlord Financial Inc. is a Canadian specialty fund manager focused on providing all classes of investors in Canada and throughout the world with a new generation of investment vehicles offering superior rates of return, preservation of capital, liquidity, and capital appreciation.

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The TSX Venture Exchange has neither approved nor disapproved the information contained herein.