

QUEST CAPITAL CORP.
Suite 300, 570 Granville St.
Vancouver, B.C.
V6C 3P1

May 16, 2005

TSX: QC

NEWS RELEASE

QUEST CLOSES PRIVATE PLACEMENT

Quest Capital Corp. is pleased to report that it has closed its previously announced private placement of 5,000,000 shares at a price of \$1.50 per share (the "Shares") for total proceeds of \$7,500,000.

The Shares are subject to a hold period and may not be traded until September 13, 2005 except as permitted by Canadian securities legislation and The Toronto Stock Exchange.

For more information about Quest, please visit our website (www.questcapcorp.com) or contact investor relations at 1-800-318-3094.

For additional information, please contact:

A. Murray Sinclair, Managing Director
Tel: (604) 689-1428 Fax: (604) 681-4692
Toll free: 1-800-318-3094

Forward Looking Statements

The TSX has not reviewed and does not accept responsibility for the adequacy or accuracy of this release. The foregoing information may contain forward-looking statements related to the future performance of Quest Capital Corp. Forward-looking statements, specifically those concerning future performance are subject to certain risks and uncertainties, and actual results may differ materially. These risks and uncertainties are detailed from time to time in the Corporation's filing with the appropriate securities commissions.