

**DALMAC ENERGY INC. TSX Venture: "DAL"**

Year End Press Release

**For Immediate Release**

August 28, 2008

**Year ended April 30, 2008**

**Edmonton, Alberta – John Babic, President and CEO of Dalmac Energy Inc. ("Dalmac")** (TSX Venture "DAL") announces the Corporations year end results.

Overall revenues for 2008 increased 56% to \$16.2 million from the \$10.3 million reported in 2007.

Although much of the industry was impacted by a reduction in oilfield activity which reduced demand for the services provided by the Company, Dalmac has managed to increase its operations through greater diversification into production activities and through acquisitions. In 2008, Dalmac purchased the business and operating assets of North End Oil Industries Ltd. ("North End") of Warburg and KD Trucking (1989) Ltd. ("KD") of Pigeon Lake. The North End transaction closed May 1, 2007 and accounted for a full 12 months of revenue but the KD transaction which closed in October of 2007 only accounted for 7 months of revenues. Based on internal KD records the outstanding 5 months would have generated an additional \$2.5 million in revenue and a further net income of \$0.7 million. In addition, over the course of fiscal 2008, the Company has taken delivery on \$3.0 of new specialized equipment for production operations. Due to delivery issues, about 45% of these purchases were received too late in the year for the Company to generate full 12 months utilization.

## Selected Financial Information

(000's Cdn Dollars, except per share)	Q4'08	Q4'07	Year End 2008	Year End 2007
Revenues	4,838	2,775	16,160	10,336
Gross Margin	886	512	4,389	2,630
Gross Margin %	18%	18%	27%	25%
EBITDAS (loss)	287	532	2,079	1,218
Net income (loss)	(390)	5	(119)	(67)
Net income (loss) per share - basic	(0.03)	0.00	(0.01)	(0.01)
Net income (loss) per share - diluted	(0.03)	0.00	(0.01)	(0.01)

At the year ended April 30, 2008, the Company recorded a net loss of \$119,439. This represents a 77% increase over the restated loss of \$67,451 in 2007. The Company would have had a positive net income for 2008 were it not for approximately \$240 thousand in adjustments made in the fourth quarter which relate to a prior period accounting adjustments as indicated in note 17 of the 2008 financial statements.

Fiscal 2008 was a challenging year for Dalmac. The activity levels were lower as compared to prior years as a result of depressed natural gas prices, extended spring break-up and reduced capital budgets resulting from the announced royalty adjustments. Although the Company's business is not entirely dependent on new well completions it could not help being affected by the reduced drilling activity in 2007 as compared to 2006 which resulted in about a 27% decrease in wells drilled. However, in spite of the foregoing, the Company has managed to increase its overall activity levels as a result of the acquisitions made in fiscal 2008 which enabled it to access more production related projects.

Industry projections for the remainder of 2008 reflect some renewed optimism for the sector. The Canadian Association of Oilwell Drilling Contractors (CAODC) have revised upward their 2008 forecast of the number of wells drilled (on a completion basis) to 18,000 and have forecasted an average rig utilization levels at 42% for the year. The Petroleum Service Association of Canada (PSAC) has also revised their forecast (on a rig released basis) to 16,500.

As the Company continues to acquire more production contracts projects, such as production hauls, transfers, plant turnarounds, and maintenance, management expects the utilization levels to increase further. These production contracts along with increased new well completions continue to signal promising developments for Dalmac. With a expanded and modern fleet of about 135 service units the Company is well positioned to react quickly to customer demand. The Company will continue to strive for higher utilization rates while managing its balance sheet in order to remain a strong and healthy oilfield services company. Dalmac is confident in its abilities to react quickly to customer needs and growth opportunities as the present themselves in order to further capitalize on the challenging conditions facing our industry.

We seek Safe Harbor.