

DALMAC ENERGY INC.
TSX Venture: "DAL"

Press Release

For Immediate Release

Dalmac signs LOI to buy oil field services company

July 5, 2007

Edmonton, Alberta – John Babic, President and CEO of Dalmac Energy Inc. ("Dalmac") (TSX Venture "DAL") reports that Dalmac Energy Inc. has signed a letter of intent to buy the business and assets of an oil field services company based in west-central Alberta. The Target company specializes mainly in oil field production operations which are currently outside of Dalmac's present geographic service area. The revenue for Target's calendar 2007 is expected to exceed \$5.0 million with an EBITDA of over \$1.2 million.

The purchase price will be \$3.5million payable by \$2.7 million cash, \$600,000 in vendor take back financing and \$200,000 in Dalmac shares. The founder of the Target company has agreed to enter into a management contract and will be awarded 126,847 Dalmac share options priced at \$0.60

The target's operations are complimentary to Dalmac's business and will provide for an opportunity to expand and deploy more existing assets into a new geographic service area. As the target company's operations are mainly production related, this acquisition will provide for better utilization of Dalmac's equipment and services on a year-round basis.

This acquisition is expected to close on or before August 31, 2007.

For further information, please contact John Babic, at (780) 988-8510, by fax at (780) 988-8512 or by e-mail at jbabic@dalmacenergy.com.

Statements throughout this report that are not historical facts may be considered "forward looking statements". Such statements are based on current expectations that involve risks and uncertainties, which could cause actual results to differ from those anticipated. Important factors that can cause anticipated outcomes to differ materially from actual outcomes include the impact of general economic conditions, industry conditions, competition from other industry participants, volatility of petroleum prices, the ability to attract and retain qualified personnel, changes in laws or regulations, currency fluctuations, continued ability to access capital from available facilities and environmental risks. References in this MD&A to "Dalmac", the "Corporation", "Company", "us", "we" and "our" mean Dalmac Energy Inc. and its subsidiary Dalmac Oilfield Services Inc.