

July 26, 2011

Year Ended and quarter ended April 30, 2011 ("YE'11" and "Q4'11")

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

Selected Financial Information

(000's Cdn Dollars, except per share data)	Q4'11	Q4'10	YE' 11	YE'10
Revenues	8,291	4,788	26,234	16,573
Gross Margin	2,414	1,938	8,547	4,174
Gross Margin %	29%	40%	33%	25%
EBITDAS	1,309	1,076	5,225	694
EBIDTAS per share - basic	0.07	0.08	0.29	0.05
Net income (loss)	329	424	1,873	(1,756)
Net income (loss) per share - basic	0.02	0.03	0.10	(0.12)
Net income (loss) per share - diluted	0.02	0.03	0.09	(0.12)

Net income of \$1.9 million for YE'11.

For the year end, revenue increased 58% to \$26M from the \$17M reported in the previous year. Net income for the year end increased by 207% to \$1.9M from \$(1.8)M in the prior year. Also it is noteworthy to point out that the net income for Q4'11 could have been \$419K higher were it not for the future income tax assessment of \$265K and management bonus expense of \$154K both of which were nonexistent in the same quarter of the previous year. Consequently the Q4'11 net income decreased by 22% to \$329K from the \$424K reported in Q4'10. The gross margin for Q4'11 was 29% which represents a drop of 11% from the previous year's quarter. The gross margin reduction was primarily precipitated by lower April activity levels directly resulting from the higher than normal annual snow fall and the earlier than expected spring break up conditions which hit earlier in this April than in the previous year. The overall gross margin for the year increased by 8% to 33% from the 25% reported in YE'10. EBITDAS for Q4'11 increased by 22% to \$1.3M from the \$1.1M reported in Q4'10. The year end EBITDAS increased by 633% to \$5.2M from the \$694K at the same period in the previous year. The year end EBITDAS represented 20% of revenue, compared to 4% for the prior year.

Outlook

Activity levels in the Western Canadian Sedimentary Basin have witnessed significant improvements over the last half of 2010 and into the first quarter of 2011. Contributing factors bringing this about include strong oil pricing and the ever increasing application of horizontal drilling in the oil and gas industry which has witnessed year over year increases in all aspects of oilfield activity. Dalmac has strived to develop solid relationships with active oil and gas operators across west central Alberta by providing the quality equipment, trained personnel and a competent group of managers that combine to provide value to our customers both in superior customer service and efficient operations. Over the course of YE'11, we experienced continued strong utilization and improved financial performance resulting from our customer's oil driven activities and seasonal activity increases for both our products and services. The increase in activity witnessed during the last half of 2010 is expected to continue during 2011, given strong oil prices and the resulting intensity of oil based activity. Oil wells require greater levels of maintenance over time, which bodes well for the service industry as new wells are completed adding more inventory to the active wells requiring attention. Current estimates claim that more than 75% of the industry's activity levels are oil related. This provides a solid base for our products and services. The only dark cloud of concern on the immediate horizon is the looming labour shortage which will make finding good personnel for our field operations

more challenging. Dalmac's commitment to working safely and protecting the environmental is contributing to the positioning of our Company on a first call basis with many of our customers. Concurrent with drilling utilizations being 25% higher than last year, Dalmac's utilization levels are also on the rise. Dalmac's determination to optimize operating efficiencies, trim costs while focusing on delivering on safe, quality and timely services, will continue to contribute to a healthy bottom line for the Company. Dalmac's strategy to continue focusing on optimizing operating efficiencies, trimming costs, improving safety and service while forging ahead with building strong customer relationships is helping to position our Company as the first call choice. In summary, we are now more optimistic than ever that the challenges the industry experienced in late 2009 and early 2010 have abated. Increased activity levels experienced during the last half of 2010 are expected to stay the course throughout 2011.

We seek Safe Harbor.