



Compliance Energy Corporation
Suite 584, 885 Dunsmuir Street
Vancouver, BC V6C 1N5
Telephone: (604) 689-0489
Facsimile: (604) 681-5910

TSX-VN TRADING SYMBOL: CEC

**TECHNICAL TEAM INITIATE DEVELOPMENT EVALUATION
FOR VANCOUVER ISLAND COAL PROPERTIES**

Vancouver, B.C., January 30, 2006 - Compliance Energy Corporation (the “Company”) is pleased to announce that it has initiated a \$2.1 million program to evaluate and advance development on its large Vancouver Island coal holdings. The recently optioned 82,000 acres has been partially explored with drill defined resources in a portion of the area. Approximately 12,000 meters of drilling and 13.6 km of seismic exploration have been completed on the Vancouver Island holdings. Historical wash test report the coal has good coking qualities and characteristics to allow it to be sold as a metallurgical coal. A geological team and mining engineer have been contracted to define an area for early development.

Based on a 1975 report prepared by Michele P. Curcio, Coal Consultant, the area hosts approximately 890 million tons of coal resources. While the 1975 report was completed to industry standards at the time and is considered very useful and relevant today in defining specific areas of interest, it is not 43-101 compliant and readers are cautioned that these resources should not be relied upon.

The team has commenced reviewing the vast volume of historical data available on these large land holdings. Initial focus will be on the Bear and Raven drilled properties to upgrade the resources to 43-101 classification. The Raven Met Coal Deposit has a measured and indicated resource of 33 million tonnes, (reported by Gardner Exploration Consultants Ltd in their technical report dated July 2001). All of the Vancouver Island resources are well located with the needed infrastructure for mine development.

Compliance Energy is a Canadian mining company that operates the Basin Coal Mine near Princeton, BC and also has significant metallurgical and thermal coal interest on Vancouver Island. In addition, Compliance is also advancing a proposed 49 MW wood waste power plant project, supplemented by coal, to be located near its Basin Coal Mine. Compliance Energy Corporation’s shares trade on the TSX Venture Exchange under the symbol CEC and investor information is available on the Company’s web page at www.complianceenergy.com.

On behalf of the Board of
COMPLIANCE ENERGY CORPORATION

“John Tapics”

John Tapics
Chief Executive Officer

Contact or Rob Roney, Investor Relations at 250-897-0437 Rod Shier, CFO at 604-689-0489 for further information.
The Toronto Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

Note: This release contains forward-looking statements that involve risks and uncertainties. These statements may differ materially from actual future events or results. Readers are referred to the documents, filed by the Company on SEDAR at www.sedar.com, specifically the most recent reports which identify important risk factors that could cause actual results to differ from those contained in the forward-looking statements. The Company undertakes no obligation to review or confirm analysts’ expectations or estimates or to release publicly any revisions to any forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events.