



Compliance Energy Corporation

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TSX-VN TRADING SYMBOL: CEC

COMPLIANCE APPLIES TO EXTEND WARRANT TERM

Vancouver, B.C., August 8, 2006 - Compliance Energy Corporation (the “Company”) is pleased to announce that it has applied to the TSX Venture Exchange for extension of 3.8 million warrants set to expire on August 10, 2006. Under the original terms of the warrants issued, the warrants are exercisable at \$0.95 per warrant up until August 10, 2006. Under the application made to the TSX Venture Exchange today the Company has filed for an extension of the expiry date of the warrants to November 10, 2006, all other terms of the warrants remain the same.

Compliance is a Canadian mining company that has significant metallurgical and thermal coal interest on Vancouver Island, was recently awarded a 30 year Electrical Purchase Contract by BC Hydro for its proposed net 49 MW Princeton Power Project that will be fueled by wood waste and coal; and operates the Basin Coal Mine near Princeton, BC. 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

Per:

“Rod Shier”

Rodney A. Shier
Chief Financial Officer

Contact or Forbes West 416-203-2200 or 1-888-655-5532 or Rob Roney, Investor Relations at 250-897-0437 or Kirk Gamley 604-689-7422 or 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.