



**Compliance Energy Corporation**

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**TSX-V TRADING SYMBOL: CEC**

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**JENNINGS CAPITAL AND DUNDEE SECURITIES APPOINTED CO-LEAD AGENTS**

Vancouver, B.C., September 26, 2006 - Compliance Energy Corporation (the “**Company**”) announced today that it has engaged Jennings Capital Inc. and Dundee Securities Corp., as co-lead agents and Max Capital (together, the “**Agents**”) to raise up to \$10,350,000 through a private placement of units on a best efforts basis. This announcement follows the successful closing of the Company's interim debt financing to provide the necessary performance security for its previously announced 30-year BC Hydro contract.

It is expected that each unit will consist of one common share and one half of one common share purchase warrant. Each whole warrant will entitle the holder to purchase one common share of the Company for a period of two years from the closing of the Offering, expected on or about November 2, 2006.

The Company has decided not to proceed with its previously announced convertible debenture offering.

Compliance is a Canadian mining company that has significant metallurgical and thermal coal interest on Vancouver Island, is advancing a 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](http://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 TSX Venture 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](http://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.