

PRESS RELEASE

TRUE ENERGY ANNOUNCES BOUGHT DEAL FINANCING

For Immediate Release
August 27, 2003

TRUE ENERGY INC. ("True") (TSX:TUI) is pleased to announce that it has entered into a bought deal financing agreement co-lead by Research Capital Corporation and FirstEnergy Capital Corp. Pursuant to the terms of the agreement, 4,000,000 common shares will be issued on a private placement basis at a price of \$1.15 per share for gross proceeds of \$4,600,000. In addition, the underwriters have been granted an option, exercisable prior to closing, to purchase up to an additional 1,000,000 common shares at \$1.15 per share, for further gross proceeds of \$1,150,000 which would bring the total gross offering to \$5,750,000.

The net proceeds from the offering will be used to fund the continued exploration and development of True's oil and natural gas properties.

Closing is subject to normal closing conditions including obtaining required regulatory approvals and is scheduled for September 17, 2003.

For further information, please contact:

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