



October 11, 2005

Rally Energy Corp. announces passing of Mr. Kenneth A. Morrison

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“RAL” -TSX Venture Exchange	“RLE” -Frankfurt Stock Exchange	www.rallyenergy.com
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Rally Energy Corp. regretfully announces that Mr. Kenneth A. Morrison, Vice President, Negotiations and Contracts, passed away on October 9, 2005. Ken's knowledge of International and Domestic operational issues has contributed to the success of Rally Energy. Ken became an officer of Rally Energy in April 2004, having previously been an advisor since late 2002. Mr. Morrison had over 32 years of experience in petroleum land management, negotiation and drafting of International and Canadian joint venture arrangements. During his career he was involved with governments and industry partners in Algeria, Australia, Ecuador, Egypt, Indonesia, Nambia, Norway, Pakistan, Spain, the UK and Venezuela. He has held senior management positions with Bow Valley Energy Inc., Oakwood Petroleums Ltd. and Natomas of Canada Ltd., among others.

A memorial service will be held for Mr. Morrison at 4:00 pm on Monday October 17, 2005 at Christ Church, located in Elbow Park (3602 – 8th Street SW). Rally Energy's office will be closed at 2:30 pm on that day in order to allow staff to attend the service and reflect on Ken's sense of humor, sincerity and passion for life that he has shared with all of us.

Based in Calgary, Alberta, Canada, Rally Energy is an oil and gas exploration, development and production company. The Corporation's primary area of operations is in Egypt, where it has a 100% operating interest in the Issaran oilfield, a significant heavy oil development opportunity with strong growth potential. In Pakistan, the Corporation holds a 22.5% interest in the Safed Koh Block, where it plans to participate in the development of large natural gas/condensate discoveries. In Canada, Rally Energy is active in Alberta and Saskatchewan with varied working interests in several producing properties.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.