

FOR IMMEDIATE RELEASE

June 20, 2008

Fortress Energy Closes Short Form Prospectus Financing

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Fortress Energy Inc. ("Fortress" or "the Company") (TSX: FEI) is pleased to announce that it has completed the first closing of its Public Offering of a minimum of 6,666,700 Units and a maximum of 11,333,400 Units at a price of \$1.50 per Unit. A total of 6,675,850 Units were issued by way of a short form prospectus for gross proceeds of \$10,013,775. A second closing is scheduled to occur on June 26, 2008 with respect to additional subscriptions. Each Unit is composed of one Common Share ("Common Share") in the capital of the Corporation and one-half of one Common Share purchase warrant ("Warrant"). The Warrants are exercisable on or before 5:00 p.m. (Toronto Time) on the date that is 36 months following the closing of the Offering, subject to the right of the Company to accelerate the expiry time, on not less than 30 days prior written notice to the holders of Warrants, if the aggregate sale price of the Common Shares sold in board lots on the Toronto Stock Exchange (the "TSX") during a period of 20 consecutive days divided by the aggregate number of Common Shares sold in board lots on the TSX during such period is at least \$3.00. Each Warrant entitles the holder thereof to purchase one Common Share at an exercise price of \$2.00 per Common Share.

The Company plans to use the proceeds from the sale of the Units to reduce its working capital deficit and to fund its 2008/2009 capital program.

Canaccord Capital Corporation is acting as bookrunner for this financing.

Caution to Reader

This offering is only made by prospectus. The prospectus contains important detailed information about the securities being offered. Copies of the prospectus may be obtained from Canaccord Capital Corporation, 161 Bay Street, Suite 3000, P.O. Box 516, Toronto, Ontario, M5J 2S1, Telephone No. (416) 869-3052, Attention: Amy Patel. Investors should read the prospectus before making an investment decision.

This news release contains forward-looking information. The reader is cautioned that assumptions used in the preparation of such information, although considered reasonable by Fortress at the time of preparation, may prove to be incorrect. The actual results achieved in future periods will vary from the information provided herein and the variations may be material. Consequently, there is no representation by Fortress that the actual results achieved during future periods will be the same in whole or in part as the information contained herein.

This press release shall not constitute an offer to sell or a solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. The securities have not and will not be registered under the United States

Securities Act of 1933, as amended (the "U.S. Securities Act") or any state securities laws and may not be offered or sold in the United States or to any U.S. person except in certain transactions exempt from the registration requirements of the U.S. Securities Act and applicable state securities laws.

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