

## Surge Global Energy Announces Review Update of Canadian Tax Reserves

SAN DIEGO, Feb. 1, 2008 (PRIME NEWSWIRE) -- Surge Global Energy, Inc. (OTC BB:SRGG.OB - News) ("Surge") today announced a review update of its Canadian Tax Reserves.

Since the Company's previous announcement regarding Canadian taxes on December 26, 2007, the Company has quantified its liability for Canadian taxes arising from the Peace Oil transactions. After retaining KPMG LLP as Canadian tax advisors to assist us with respect to computing our tax reserves, we have determined, as noted in our recent 8-K filing with the Securities and Exchange Commission, that the estimated Canadian tax reserves are approximately \$3.6 to \$5 million greater than the previously reported \$1 million reserve. Based on the Canadian tax year end of Peace Oil Corp., the tax in respect of the Peace Oil asset sale will be due by August 2008. To provide the optimal economic return to the Company and its shareholders, we are actively seeking tax mitigation strategies as well as potential M&A activity to defer some or all of the Canadian tax.

### About Surge

Surge is engaged in the acquisition of crude oil and natural gas properties in the United States and Canada. Surge also seeks investment in developing oil and natural gas projects and companies engaged in alternative fuel technologies.

Surge's business strategy is to create and maximize shareholder value by leveraging the knowledge and expertise of company management with that of our industry partners to grow a diversified portfolio of oil and natural gas producing properties. We seek a balanced portfolio by targeting low and medium risk projects that create meaningful reserves, production and cash flow growth.

Surge is publicly traded on the OTCBB (SRGG), providing Surge access to more than 3,300 securities; includes more than 230 participating Market Makers; electronically transmits real-time quote, price, and volume information in domestic securities, foreign securities.

For more information on Surge please visit our website at: [www.surgeglobalenergy.com](http://www.surgeglobalenergy.com)

### Forward-Looking Statements

Materials in this press release may contain information that includes or is based upon forward-looking statements within the meaning of the Securities Litigation Reform Act of 1995. Forward-looking statements give our expectations or forecasts of future events. You can identify these statements by the fact that they do not relate strictly to historical or current facts. They use words such as "anticipate," "estimate," "expect," "project," "intend," "plan," "believe" and other words and terms of similar meaning in connection with a discussion of future operating or financial performance. In particular, these include statements relating to future steps we may take, prospective products, future performance or results of current and anticipated products, sales efforts, expenses, the outcome of contingencies such as legal proceedings, and financial results.

Any forward-looking statements represent our expectations or forecasts only as of the date they were made and should not be relied upon as representing our expectations or forecasts as of any subsequent date. We undertake no obligation to correct or update any forward-looking statements, whether as a result of new information, future events or otherwise, even if our expectations or forecasts change. You are advised, however, to consult any further disclosures we make on related subjects in our reports filed with the SEC. In particular, you should read our most recent Exchange Act Reports on Form 8-K, Quarterly Report on Form 10-Q and Annual Report on Form 10-KSB and the risk factors contained therein.

