



NEWS RELEASE

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ITHACA ENERGY ANNOUNCES APPOINTMENT OF TWO NON-EXECUTIVE DIRECTORS AND AWARDING OF SHARE OPTIONS UNDER THE COMPANY'S STOCK OPTION PLAN

LONDON, U.K. - CALGARY, ALBERTA, February 15, 2008 -- Ithaca Energy Inc. (LSE-AIM: IAE, TSX-V: IAE), a Canadian independent oil & gas company with exploration and development assets in the UK North Sea, is pleased to announce the appointment of Mr. Jack C. Lee and Mr. Bradley Hurtubise as Non-executive Directors of the Company, subject to regulatory approval.

Mr. Lee is a long standing member of the Oil & Gas industry in Canada and as such will bring additional and varied oil and gas experience to the Board. Mr. Hurtubise is a prominent member of the Canadian Financial community with extensive related experience in oil and gas..

In accordance with the Company's Stock Option Plan, the Board of Directors approved the granting of 2,590,000 share options to Directors and Employees at a price of Cdn. \$3.65 per share which was the price of the Company's last share issue on November 6, 2007. The options shall be granted effective February 15, 2008 and are exercisable for a period of four years from that date, one-third of the options vesting at the end of each of the first, second and third years from the effective date.

Of the recipients, a total of 600,000 share options were granted to Directors as follows:

Lawrence Payne	CEO and Director	200,000
John Summers	Chairman and Director	50,000
Frank Wormsbecker	Director	50,000
Michael Nobbs	Director	50,000
Jay Zammit	Director	50,000
Jack Lee	Director	100,000
Brad Hurtubise	Director	100,000

The information required under Schedule 2(g) of the AIM Rules for Companies will be notified as soon as practicable.

The Ithaca securities have not been registered under the US Securities Act of 1933, as amended, or any state securities law, and they may not be offered or sold in the United States unless an exemption from registration is available.

Enquiries:

Ithaca Energy Inc:
Lawrie Payne, CEO lpayne@ithacaenergy.com +44 (0) 207 590 3028

Pelham Public Relations
Charles Vivian charles.vivian@pelhampr.com +44 (0) 207 743 6672
Phillip Dennis philip.dennis@pelhampr.com +44 (0) 207 743 6363

Nabarro Wells & Co. Limited
Marc Cramsie ithaca@nabarro-wells.co.uk +44 (0) 207 710 7400

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Forward-looking statements

Some of the statements in this announcement are forward-looking. Forward-looking statements include statements regarding the intent, belief and current expectations of Ithaca Energy Inc. or its officers with respect to various matters. When used in this announcement, the words “expects,” “believes,” “anticipates,” “plans,” “may,” “will,” “should” and similar expressions, and the negatives thereof, are intended to identify forward-looking statements. Such statements are not promises or guarantees, and are subject to risks and uncertainties that could cause actual outcome to differ materially from those suggested by any such statements. These forward-looking statements speak only as of the date of this announcement. Ithaca Energy Inc. expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in its expectations with regard thereto or any change in events, conditions or circumstances on which any forward-looking statement is based, other than as required by the AIM Rules for Companies.

In accordance with AIM Guidelines, Lawrie Payne, BA Economics (Alberta) and MA Marine Geology (Columbia), CEO of Ithaca Energy, is the qualified person that has reviewed the technical information contained in this press release.

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

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