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For Immediate Release

Calgary, Alberta

August 27, 2010

**SUROCO ENERGY INC. ANNOUNCES FILING OF SECOND QUARTER FINANCIAL STATEMENTS AND MD&A**

Suroco Energy Inc. (TSX Venture Exchange: SRN) (the “**Corporation**”) is pleased to announce that it has filed its Unaudited Consolidated Financial Statements and the related Management’s Discussion and Analysis (“**MD&A**”) for the three and six months-ended June 30, 2010 on the System for Electronic Document Analysis and Retrieval (“**SEDAR**”).

Copies of these documents can be found on the SEDAR website at [www.sedar.com](http://www.sedar.com).

**Financial & Operating Highlights**

(All references to \$ are Canadian dollars unless otherwise noted)

	3 months ended June 30		6 months ended June 30	
	2010	2009	2010	2009
<b>Financial</b>				
Oil and gas revenue (\$)	9,600,072	2,985,512	14,055,386	4,800,460
Funds flow from operations (1) (\$)	4,663,189	379,430	6,450,436	(108,244)
Per share – basic (\$)	0.05	0.01	0.07	0.00
Per share – diluted (\$)	0.04	0.01	0.05	0.00
Net income (loss) (\$)	746,269	878,279	957,762	(563,026)
Per share – basic (\$)	0.01	0.02	0.01	(0.01)
Per share – diluted (\$)	0.01	0.01	0.01	(0.01)
Total assets (\$)	39,061,497	31,420,021	39,061,497	31,420,021
Net working capital (1) (\$)	5,345,878	3,926,663	5,345,878	3,926,663
Common shares outstanding, end of period				
Basic	90,674,730	58,045,240	90,674,730	58,045,240
Diluted	127,973,67	66,060,301	127,973,679	66,060,301
<b>Average daily net production (boe per day)</b>	<b>917</b>	<b>305</b>	<b>750</b>	<b>253</b>

(1) Non-GAAP measure.

## Highlights

- Participated in 2010 bid-round during the quarter which resulted in the award of a 50% operated working interest in Putumayo 12, the most contested block in the Putumayo Basin for the bid-round.
- Exited quarter with production of 1,005 boe per day, and averaged 917 boe per day for the quarter, new highs for the Corporation.
- Placed Pinuna 2 well on production on May 4, 2010 with an average production rate of 1,323 boe per day (193 boe per day net) from May 4, 2010 until June 30, 2010.
- Designed new 3D seismic survey to define a structural trend in the northern part of the Suroriente block that includes the Quinde oil pool, where there is a presently suspended oil well.

References herein to “boe” mean barrels of oil equivalent derived by converting gas to oil in the ratio of six thousand cubic feet (Mcf) of gas to one barrel (bbl) of oil. Boe may be misleading, particularly if used in isolation. A boe conversion ratio of 6 Mcf: 1 bbl is based on an energy conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead.

The Corporation is a Calgary-based junior oil and gas company, which explores for, develops, produces and sells crude oil, natural gas liquids and natural gas in Colombia and Western Canada. The Corporation’s common shares trade on the TSX Venture Exchange under the symbol “SRN”.

## Forward Looking Statements

Certain information regarding the Corporation contained herein may constitute forward looking statements within the meaning of applicable securities laws. Forward looking statements may include estimates, plans, expectations, opinions, forecasts, projections, guidance or other statements that are not statements of facts. Although the Corporation believes that the expectations reflected in such forward looking statements are reasonable, it can give no assurance that such expectations will be realized. These statements are subject to certain risks and uncertainties and may be based on assumptions that could cause actual results to differ materially from those anticipated or implied in the forward looking statements. The Corporation’s forward looking statements are expressly qualified in their entirety by this cautionary statement.

For further information please contact Alastair Hill, President and Chief Executive Officer of the Corporation or Travis Doupe, VP Finance and Chief Financial Officer of the Corporation, or visit our website at [www.suroco.com](http://www.suroco.com).

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