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## NEWS FOR IMMEDIATE RELEASE

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### ROYALE ENERGY, INC. RETURNS TO PROFITABILITY

#### Cash Flow Jumps to 80 Cents per Share

**San Diego, July 29, 2008 - Royale Energy Inc (NASDAQ: ROYL)**, a prominent domestic natural gas and oil producer, today announced that it has surpassed its goals and earned \$760,230 or 9 cents per share fully diluted in the second quarter. The Company improved its quarterly result by \$865,580 compared to a loss of \$105,350 for the same period in 2007.

The dramatic shift was also evident in its cash flow showing an improvement of 94.84% to \$4,109,682 or 51 cents per share for the first half compared to \$2,109,311 in the same period 2007.

This increase brings the Company's cash flow for the four trailing quarters to \$6,427,383 or 80 cents per share fully diluted, supporting the expectations that may have led to the strength of the share prices recently soaring to more than \$14 per share.

The outlook for the Company remains positive with the anticipation of results from recently completed drilling as well as the upcoming three wells planned for the 3<sup>rd</sup> quarter, testing additional potential in each of the Company's core areas.

Stephen Hosmer, the Company's CFO said, "With encouraging results expected from the upcoming drilling, we expect to meet or exceed our reserve placement goals and set the stage for an aggressive development plan in both of our core asset areas. Our reserve growth plan is focused around significant natural gas potential from the Uinta Basin and our oil prospect inventory development in the Monterey Shale in Kern County."

#### **About Royale Energy**

Headquartered in San Diego, Royale Energy, Inc. is an independent energy company. The company is focused on development, acquisition, exploration, and production of natural gas and oil in California, Texas and the Rocky Mountains. It has been a leading independent producer of oil and natural gas for over 20 years. The company's strength is continually reaffirmed by investors who participate in funding over 50% of the company's new projects. Additional information about Royale Energy, Inc. is available on its web site at [www.royl.com](http://www.royl.com).

#### **Forward Looking Statements**

In addition to historical information contained herein, this news release contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, subject to various risks and uncertainties that could cause the company's actual results to differ materially from those in the "forward-looking" statements. While the company believes its forward looking statements are based upon reasonable assumptions, there are factors that are difficult to predict and that are influenced by economic and other conditions beyond the company's control. Investors are directed to consider such risks and other uncertainties discussed in documents filed by the company with the Securities and Exchange Commission.

#### **Royale Energy, Inc.**

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