



(TSX: CBM)

PRESS RELEASE

### **Mahalo Announces a Voluntary Delisting from the Toronto Stock Exchange**

**CALGARY, ALBERTA – May 1, 2009** – Mahalo Energy Ltd. (“Mahalo” or the “Company”) today has announced that, further to a press release dated April 6, 2009 announcing TSX's review of Mahalo's listing, it has agreed with TSX to a voluntary delisting of the Company's common shares due to the recent low trading price of the Company's shares and inability to meet continuing listing requirements, which delisting is expected take place within the next 30 days. In connection therewith, the Company will be applying to list its common shares on an alternate exchange to provide shareholders with ongoing liquidity for their common shares.

Mahalo is a junior, unconventional natural gas producer focusing on the development and production of coal bed methane and shale gas prospects in the United States. For additional information on Mahalo please go to the Company's profile on SEDAR or website at [www.mahaloenergy.com](http://www.mahaloenergy.com).

#### **ADVISORIES**

##### ***Forward-looking statements***

***Except for historical financial information contained herein, the matters discussed in this document may be considered forward-looking statements. Such statements include declarations regarding management's intent, belief or current expectations. Prospective investors are cautioned that any such forward-looking statements are not guarantees of future performance and involve a number of risks and uncertainties; actual results could differ materially from those indicated by such forward-looking statements. Among the important factors that could cause actual results to differ materially from those indicated by such forward-looking statements are: (i) that the information is of a preliminary nature and may be subject to further adjustment, (ii) the possible inability to meet minimum listing requirements on an alternate exchange, (iii) risks related to the exploration and development of oil and gas properties, (iv) the impact of price fluctuations and the demand and pricing for oil and natural gas, (v) the seasonal nature of the business, (vi) start-up risks, (vii) general operating risks, (viii) dependence on third parties, (ix) changes in government regulation, (x) the effects of competition, (xi) dependence on senior management, (xii) impact of economic conditions, and (xiii) fluctuations in currency exchange rates and interest rates. The forward-looking statements contained in this document are made as of the date hereof and are expressly qualified by this cautionary statement. Mahalo undertakes no obligation to update publicly or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless so required by law.***

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***The Toronto Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this press release.***

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