

MONARCH ENERGY LIMITED



Suite 404, 999 Canada Place
Vancouver, B.C. V6C 3E2
Telephone: 604 641 1379

TSX-V Trading Symbol: MNL

January 11, 2011

For Immediate Release

NEWS RELEASE

MONARCH ENERGY UNDERTAKES SHARE CONSOLIDATION

Monarch Energy Limited (TSX-V: MNL) (the "Company" or "Monarch") is consolidating its common shares on the basis of one new share for every 1.75 old shares. The number of currently outstanding common shares is 93,146,991. The number of common shares outstanding following the consolidation will be 53,226,852. The consolidation is being undertaken to facilitate the acquisition described in the Company's News Release dated January 6, 2011. There will be no name change in conjunction with the consolidation.

Shareholder authorization to effect a consolidation was approved at the Company's Annual and Special General Meeting held on May 27, 2010. The consolidation is subject to acceptance by the TSX Venture Exchange.

ON BEHALF OF THE BOARD

MONARCH ENERGY LIMITED

"Michael Turko"
Michael Turko
Director

For further information, please contact Gerald Otterman at 604 641 1379 or email info@monarchenergy.ca. Website: www.monarchenergy.ca

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.