
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 8-K

CURRENT REPORT

**PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

**DATE OF REPORT: July 13, 2010
(Date of earliest event reported)**

Forbes Energy Services Ltd.

(Exact Name of Registrant as Specified in Its Charter)

Bermuda
(State or other jurisdiction of
incorporation or organization)

333-150853-04
(Commission
File Number)

98-0581100
(I.R.S. Employer
Identification Number)

3000 South Business Highway 281
Alice, Texas
(Address of Principal Executive Offices)

78332
(Zip Code)

(361) 664-0549
(Registrant's Telephone Number, Including Area Code)

N/A
(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (*see* General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 7.01 – Regulation FD Disclosure

On July 13, 2010, Forbes Energy Services Ltd., or the Company, issued a press release announcing the signing of a settlement agreement with the Pennsylvania Department of Environmental Protection with regard to a previously announced gas release incident that occurred on June 3, 2010. As a result of the settlement, the Company's two workover rigs in Pennsylvania may return to full service. A copy of this press release is attached hereto as Exhibit 99.1. The press release is incorporated by reference herein and the foregoing description of the press release is qualified in its entirety by reference to the attached exhibit.

Item 9.01 – Financial Statements and Exhibits

(d) Exhibits.

99.1 Press Release, dated July 13, 2010

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Forbes Energy Services Ltd.

Date: July 19, 2010

By: /s/ L. Melvin Cooper

L. Melvin Cooper

Senior Vice President and Chief Financial Officer

EXHIBIT INDEX

Exhibit No.

Description

99.1 Press Release, dated July 13, 2010



Contacts: Forbes Energy Services Ltd.
L. Melvin Cooper, SVP & CFO
361-664-0549

FOR IMMEDIATE RELEASE

DRG&E
Ken Dennard, Managing Partner
Ben Burnham, AVP
713-529-6600

**FORBES ENERGY SERVICES ANNOUNCES SETTLEMENT WITH
PENNSYLVANIA DEPARTMENT OF ENVIRONMENTAL PROTECTION**

ALICE, TEXAS – July 13, 2010 – Forbes Energy Services Ltd. (TSX: FRB) today announced the signing of a settlement agreement with Pennsylvania’s Department of Environmental Protection (“DEP”) regarding the previously announced gas release incident which occurred on June 3, 2010. As a result of the settlement, Forbes’ two workover rigs in Pennsylvania may now return to full service.

John Crisp, Forbes Energy’s President and Chief Executive Officer, commented, “We’re pleased to have reached this settlement with the DEP and we look forward to getting back to work. We applaud the new safety protocols that have been implemented by the DEP. We believe that they will promote a safer atmosphere for our employees, the environment and the people of Pennsylvania.”

Forbes Energy Services Ltd. is an independent oilfield services contractor that provides a broad range of drilling-related and production-related services to oil and natural gas companies, primarily onshore in Texas, Mississippi, Pennsylvania and Mexico.

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