

January 2, 2007

Blackdog closes \$989,000 Flow Through Financing

Blackdog Resources Ltd. (“Blackdog”) (TSXV: DOG) is pleased to announce that it has completed its previously announced private placement of 1,799,610 flow through common shares at \$0.55 per share, for gross proceeds of \$989,785.50. The shares will be subject to a four month hold period expiring on April 30, 2007.

Blackmont Capital Inc. acted as agent for the financing and along with its sub-agent, was granted an option to purchase up to 8% of the number of shares sold under the offering at \$0.55 per share until December 29, 2007.

The proceeds of this offering will be used to expand Blackdog’s three recently announced farm-in exploration and development deals and for other drilling opportunities in the Western Canadian Sedimentary Basin.

For more information contact:

David A. Corcoran
VP Operations

(403) 245-1726
davidcor@telus.net
www.blackdogresources.com

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This news release is not for dissemination in the United States.