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## Blackdog announces significant production increase

Blackdog Resources Ltd. (TSX VENTURE: DOG) is pleased to announce the results of its 4<sup>th</sup> quarter 2006 drilling program. During the quarter, Blackdog participated in the farm-in drilling of 3 (0.45 net) wells; 2 (0.30 net) were exploration wells and 1 (0.15 net) was a development well. The farm-in drilling program had a 100% success rate with all three wells drilled, cased, tested and currently awaiting tie-in to nearby pipelines.

The Harmattan 6-22 Development well tested at gas rates of up to 1.6 Million cubic feet per day (“mcfpd”) with associated liquids of 40 Barrels of Oil per day (“bopd”). The Crystal 2-6 Exploration well tested gas rates of up to 1.7 mcfpd with associated liquids of 35 bopd. The Breton 3-29 Exploration well tested at gas rates of 1.0 mcfpd with associated liquids of 25 bopd. By paying 25% of all costs to completion on each of the three wells, Blackdog has now earned a 15% interest in each of the three wells.

Blackdog estimates a net production potential to Blackdog of 90-110 Barrels of Oil Equivalent per day (“boepd”) based on test rates and estimates of processing plant capacities and good production practices.

Currently, Blackdog produces approximately 28 bopd from its 100% owned Whitebear, Saskatchewan light oil property with monthly cash flow of approximately \$25,000 CDN at \$60U.S.(WTI).

With the closing of Blackdog’s recent Flow-Through financing of gross proceeds of \$989,000, Blackdog entered 2007 with working capital, in excess of \$1.25 million CDN and no debt. Based on current commodity prices, Blackdog expects the three new wells to add an additional \$100,000 CDN of monthly cash-flow with little additional overhead expense to the corporation.

Blackdog is currently finalizing its 2007 winter and spring drilling programs and expects to make further announcements with specific details in the near future.

### FOR MORE INFORMATION CONTACT:

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Disclosure provided herein in respect of boe units may be misleading, particularly if used in isolation. A boe conversion ratio of 6 thousand cubic feet of gas to one barrel of oil is

based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the contents of this press release.

Forward Looking Statements – This news release contains statements about future events that are forward looking in nature and, as a result, are subject to certain risks and uncertainties such as changes in plans or the occurrence of unexpected events. Actual results may differ from the estimates provided by management.