

January 6, 2010

Blackdog Resources Ltd. increases well bore count and land holdings in Woking

Blackdog Resources Ltd. ("Blackdog" or "the Company")(TSXV : DOG) is pleased to announce that it has signed a Letter of Intent ("LOI") with Luxor Oil and Gas Ltd. ("Luxor") to purchase an additional cased well bore and more land in the Company's core light oil area at Woking, Alberta.

Under the terms of the proposed transaction, the Company will purchase a well bore that was originally drilled in 2006 as a wildcat gas exploration well to a depth of just over 2700 metres but produced only minimal gas production. Blackdog and its partners ("Blackdog et al") already have the P&NG rights to the Halfway zone in the wellbore but not the wellbore itself. Blackdog et al will pay \$100,000 cash for the wellbore and all the surface equipment. Blackdog will have a minimum working interest of 58.33% in this well bore or higher should its partners decline to participate. Luxor will maintain a Gross Overriding Royalty ("GORR") on this well of 5.5% and a third party currently has a GORR of 1.875%.

In addition, pursuant to the LOI, Blackdog will purchase a 100% working interest from Luxor in a quarter section of land in Woking. The Company's modelling of the Halfway B light oil pool suggests that the trend extends through to this quarter section and may provide the Company with two additional light oil drilling locations at Woking. Blackdog will issue to Luxor, 100,000 Blackdog Common Shares at a deemed price of \$0.35 per share for the land and Luxor will retain a GORR of 7.5% on this quarter section.

The Company expects to have a definitive Purchase and Sale Agreement signed by January 15, 2010 with an effective date retroactive to December 10, 2009. The acquisition is subject to satisfaction of certain conditions, including the approval of the TSX Venture Exchange.

Blackdog is a junior oil and gas company focused on light oil production with producing assets in South East Saskatchewan and Alberta.

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FORWARD-LOOKING STATEMENTS

Certain information regarding Blackdog in this news release, including but not limited to statements concerning the Company's proposed acquisition of oil and gas assets, management's assessment of future plans and operations and expected results from operations of the Company, may constitute forward looking statements under applicable securities laws and necessarily involve various risks and uncertainties. These include, without limitation, risks associated with the failure to obtain necessary regulatory approvals, risks associated with the oil and gas industry in general such as operational risks in development, exploration and production; delays or changes in plans with respect to exploration or development projects or capital expenditures; the uncertainty and imprecision of reserve estimates; the uncertainty of estimates and projections relating to production, costs and expenses; marketing and transportation; loss of markets; competition from other producers; unexpected decline rates in wells; wells not performing as expected; delays resulting from or inability to obtain required regulatory approvals and ability to access sufficient capital from internal and external sources; health, safety and environmental risks; and commodity price and exchange rate fluctuations. Readers are cautioned that the foregoing list of factors is not exhaustive. The forward-looking statements contained in this document are based on certain key expectations and assumptions made by Blackdog, including with respect to the completion of the acquisition and the Company's planned operations. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties and as a consequence, actual results may differ materially from those anticipated in the forward-looking statements. Although Blackdog believes that the expectations and assumptions on which the forward-looking statements are based are reasonable, undue reliance should not be placed on the forward-looking statements because Blackdog can give no assurance that they will prove to be correct. Additional information on these and other factors that could affect Blackdog's operations and financial results are included in reports on file with Canadian securities regulatory authorities and may be accessed through the SEDAR website (www.sedar.com). The forward-looking statements or information contained in this news release are made as of the date hereof and Blackdog does not undertake any obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws.

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

