



NEWS RELEASE

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For Immediate Release

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Xtreme Coil Announces Private Placement with Shell Technology Ventures Fund 1 B.V. and Acquisition of Joint Venture Interest in Coil-X Drilling Systems Corporation

Calgary, Alberta - Xtreme Coil Drilling Corp. ("**Xtreme Coil**") (TSX:XDC) announces that through a private placement Shell Technology Ventures Fund 1 B.V. ("**STVF1**") has agreed to subscribe for 4,780,000 common shares of Xtreme Coil at a price of \$7.32 per share for aggregate gross proceeds of \$34,989,600.

In addition, Xtreme Coil has entered into an agreement with STVF1, its current joint venture partner in Coil-X Drilling Systems Corporation ("**Coil-X**"), to acquire STVF1's 49 percent interest in Coil-X, including the outstanding STVF1 loan to Coil-X, which will be paid by the issuance of 1,092,896 common shares of Xtreme Coil, 1,000,000 purchase warrants and 700,000 performance warrants. Each whole warrant will entitle STVF1 (once vested in the case of the performance warrants) to purchase one common share of Xtreme Coil for \$9.87 for a period of 24 months following the date of closing of the transaction.

The transactions are expected to accelerate the build-out of Xtreme Coil's fleet of rigs and international operations. Xtreme Coil anticipates using proceeds of the private placement to partially fund an increase the company's 2008 capital expenditure program and for general working capital purposes. Xtreme Coil and STVF1 believe completion of these transactions will also serve to align their interests.

In connection with the acquisition of STVF1's interest in Coil-X, Xtreme Coil and STVF1 have agreed to form a new joint venture entity, to be owned 51 percent by Xtreme Coil and 49 percent by STVF1. This new joint venture entity will use Xtreme Coil's technology to pursue the design, manufacture, purchase and operation of Coil Over Top Drive[®] ("**COTDTM**") drilling rigs for use in certain types of unconventional resource exploration.

As part of the transactions, the 2.1 million common share performance warrants of Xtreme Coil currently held by STVF1 will be cancelled and STVF1 will be given the right to nominate one member to the Xtreme Coil board of directors.

Completion of the transactions is subject to certain conditions, including the approval of the Toronto Stock Exchange and the completion of definitive documentation. Closing of the transactions is expected to occur in mid April, 2008.

National Instrument 62-103 Early Warning Information

Following completion of the transactions, STVF1 will own, directly or indirectly, an aggregate of approximately 6,975,601 common shares of Xtreme Coil representing approximately 17.2 percent of the common shares of Xtreme Coil and 1,700,000 warrants, which assuming occurrence of the vesting events for the performance warrants and full exercise thereof by STVF1, will result in STVF1 holding 8,675,601 common shares of Xtreme Coil in aggregate, representing approximately 19.6 percent of the common shares of Xtreme Coil, on a pro forma fully diluted basis.

STVF1 is purchasing the common shares of Xtreme Coil for investment purposes. STVF1 may, in the future, take such actions in respect of its shareholdings in Xtreme Coil as it may deem appropriate in light of the circumstances then existing, including (subject to any agreement with Xtreme Coil) the purchase of additional shares or other securities of Xtreme Coil through open market purchases or privately negotiated transactions, or the sale of all or a portion of its holdings in the open market or in privately negotiated transactions to one or more purchasers.

This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities in the United States. The offered securities mentioned in this news release will not be registered under the United States Securities Act of 1933, as amended (the "**U.S. Securities Act**") and may not be offered or sold within the United States or to, or for the account or benefit of United States persons except in certain transactions exempt from the registration requirements of the U.S. Securities Act.

Corporate Profiles

Xtreme Coil Drilling Corp.

Xtreme Coil develops and applies leading edge patented and patent-pending technology and designs to build, transport and operate new COTDTM drilling rigs. These innovative and efficient drilling rigs, developed for operation in the United States, Canada and outside North America, drill with larger coil to reach hydrocarbons in deeper horizons. Xtreme Coil's proprietary technology also features modular transportation units, larger injectors, larger drilling rigs and new methods intended to achieve deeper, faster and safer drilling.

Shell Technology Ventures Fund 1 B.V.

STVF1, managed by Kenda Capital B.V., is an investment fund focused on accelerating the development and deployment of new technologies across the energy sector. Kenda Capital and STVF1 maintain a unique technology relationship with the Shell group. Major investors in STVF1 are the Royal Dutch Shell Group, Collier Capital and the Abu Dhabi Investment Authority.

Reader Advisory

The information in this news release may include certain information and statements about management's view of future events, expectations, plans and prospects that constitute forward-looking statements, including the anticipated closing date of the acquisition and private placement and use of proceeds of the private placement. Assumptions which are subject to significant risks and uncertainties are the basis for these forward-looking statements. Risks and uncertainties result from a variety of factors including, but not limited to, the satisfaction of conditions and receipt of regulatory approvals. Because of these risks and uncertainties and, as a result of a variety of factors, the actual results, expectations, achievements or performance may differ materially from those anticipated and indicated by these forward-looking statements. Although Xtreme Coil and STVF1 believe that the expectations reflected in these forward-looking statements are reasonable, we can give no assurances that the expectations of these forward-looking statements will prove to be correct. Readers are cautioned that actual timing and results may vary materially from these forward-looking statements. Xtreme Coil and STVF1 disclaim any intention and assume no obligation to update or revise any forward-looking statements to reflect actual results, whether as a result of new information, future events, changes in assumptions, changes in factors affecting such forward-looking statements or otherwise, except as required pursuant to applicable securities laws.

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Information relating to Xtreme Coil Drilling Corp. is also available on SEDAR at www.sedar.com.