



News Release

January 05, 2010

For Immediate Release

Xtreme Coil Announces Normal Course Issuer Bid

Calgary, Alberta – (TSX-XDC) – Xtreme Coil Drilling Corp. (“Xtreme Coil”, the “Company”) announces the Toronto Stock Exchange (“TSX”) has accepted the Company’s Notice of Intention to undertake a Normal Course Issuer Bid (the “Bid”) to purchase for cancellation, from time to time, as Xtreme Coil considers advisable, up to a maximum of 2,643,717 common shares (“Common Shares”) of the Company which represents approximately five percent of the 52,874,335 issued and outstanding Common Shares.

Purchases of Common Shares will be made on the open market through the facilities of the TSX. The price which Xtreme Coil will pay for any Common Shares purchased will be the prevailing market price of the Common Shares on the TSX at the time of such purchase. Xtreme Coil will determine the actual number of Common Shares that may be purchased for cancellation and the timing of any such purchases. However, the maximum Common Shares the Company may purchase for cancellation per trading day is 16,888 which is equal to 25 percent of the average daily trading volume for the six months prior to December 31, 2009. The average daily trading volume for such period was 67,554.

The Bid will commence on January 07, 2010 and will terminate on January 06, 2011 or such earlier time as the Bid is completed or terminated at the option of Xtreme Coil. Peters & Co. Limited has agreed to act on the Company’s behalf to make purchases of Common Shares pursuant to the Bid.

The board of directors and management of Xtreme Coil believe, from time to time, the market price of the Common Shares may not fully reflect the underlying value of the Common Shares and that, at such times, the purchase of Common Shares would be in the best interests of Xtreme Coil. Such purchases will increase the proportionate interest of, and may be advantageous, to all remaining shareholders.

Corporate Profile

Xtreme Coil develops and applies leading-edge patented and patent-related technology and designs to build, transport, and operate new Coil Over Top Drive® drilling rigs. Currently contracted in the United States and México and marketed to other international regions, Xtreme Coil’s innovative, dual-purpose and efficient rigs drill with larger coil to reach hydrocarbons in deeper horizons. Other features of Xtreme Coil’s proprietary technology include: larger coil injectors, re-entry drilling capability, modular transportation systems and new methods for achieving deeper, faster and safer drilling. Xtreme Coil’s common shares trade on the TSX under the symbol “XDC”.

Reader Advisory

This news release contains forward-looking statements. More particularly, this news release contains statements concerning the number of Common Shares that may be purchased for cancellation and the timing of any such purchases under the normal course issuer bid. Although Xtreme Coil believes the expectations reflected in these forward-looking statements are reasonable, undue reliance should not be placed on them because Xtreme Coil can give no assurance they will prove to be correct. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties.

The forward-looking statements contained in this news release are made as of the date hereof and Xtreme Coil undertakes no 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.

For further information please contact:

Rod Uchytíl
President and Chief Executive Officer
Xtreme Coil Drilling Corp.
1402, 500 Fourth Avenue SW
Calgary, Alberta T2P 2V6

Elizabeth Wilkinson
Chief Financial Officer
tel: +1 403 262-9500
fax: +1 403 262-9522
email: ir@xtremecoil.com

www.xtremecoildrilling.com