

**CENTRAL ALBERTA WELL SERVICES ANNOUNCES  
EXTENSION TO CREDIT FACILITIES**

**CALGARY, ALBERTA.** January 26, 2010 – Central Alberta Well Services Corp. ("CWC" or the "Company") is pleased to announce the extension of its current credit facility with Brookfield Bridge Lending Fund Inc. ("BBLF") until March 31, 2010. The extension has been granted to allow the Company additional time to continue to evaluate financing alternatives available to replace the existing facility. BBLF has agreed to a nominal extension fee for granting the extension and has also agreed to leave the current interest rate unchanged for the term of the extension.

Following the successful completion of the Rights Offering on December 4, 2009 the Company reduced its outstanding facility with BBLF by \$28 million leaving \$31.9 million outstanding on the BBLF facility. The Company is currently in discussions with a number of financial institutions to refinance the BBLF facility.

The Company also announces that Brookfield Special Situations Partners Ltd. ("BSSP") has agreed to defer payment of the amount owing on the automatic redemption of the 3,030,303 warrants held by BSSP. Pursuant to the terms of the warrants, if the warrants are not exercised prior to their expiry time on January 26, 2010, the Company was required to redeem them at a price of \$0.40 per warrant or an aggregate of \$1,212,121.20. The Company has issued a promissory note in respect thereof due on the earlier of demand or March 31, 2010 which is non-interest bearing if paid when due.

**About Central Alberta Well Services**

Central Alberta Well Services has its corporate office in Calgary, Alberta, with its operational head office in Red Deer, Alberta, and additional operating centres in Provost, Brooks and Grande Prairie, Alberta and a new facility in Weyburn, Saskatchewan. The Company provides oilfield services, including well servicing, coil tubing, snubbing, nitrogen, well testing and oilfield equipment rentals to oil and gas companies operating in the Western Canadian Sedimentary Basin.

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