

**CENTRAL ALBERTA WELL SERVICES CLOSES
\$63 MILLION LONG TERM CREDIT FACILITY**

CALGARY, ALBERTA – January 30, 2007. Central Alberta Well Services Corp. ("Central Alberta" or the "Company") is pleased to announce that it has closed its previously announced Credit Facility Agreement (the "Agreement") with Brookfield Bridge Lending Fund Inc. ("Brookfield") to renew and expand its current debt facility with Brookfield (the "Credit Facility"). The proceeds available under the Credit Facility have been expanded to \$63 million and the facility has a three year term with interest only payments calculated at prime plus 3.5%. The increased Credit Facility has replaced all outstanding debt obligations of the Company and will allow the Company to complete its currently budgeted capital program for 2007. As part of the financing fee structure, approximately 12.1 million common share purchase warrants (the "Warrants") have been issued by the Company to Brookfield. The Warrants are exercisable into common shares of the Company at a price of \$0.825 per share for three years from the closing date of the financing.

Darryl Wilson, President and CEO of Central Alberta stated, "We are pleased that the Company can now meet the strong demand for its products and services for 2007. We have taken delivery of two additional service rigs during the first month of the quarter and they are now in service. A 1500 meter single was deployed and began operation in the eastern division early in the month and a 4000 meter double in the later part of the month was deployed to the Company's central division. The Company will deploy the first of three 5000 meter heavy double rigs, one nitrogen and bulker unit and two snubbing units early in February, 2007. The Company will exit the quarter with twenty service rigs, eight coil tubing units, seven snubbing units, ten nitrogen units, twelve well testing units and a fleet of oilfield rental equipment."

About Central Alberta Well Services

Central Alberta Well Services is headquartered in Red Deer, Alberta with additional operating centres in Eastern and Northern Alberta. 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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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release and has neither approved nor disapproved the contents of this release.

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