

WaveForm Energy Ltd. News Release

Calgary, Alberta

TSX Venture Exchange: "WE.A & WE.B"

27,461,264 Class A Shares

935,616 Class B Shares

WAVEFORM ENERGY ANNOUNCES STRONG PRODUCTION GROWTH TO EXIT 2005

CALGARY, ALBERTA, – January 9, 2006. **WaveForm Energy Ltd.** ("WaveForm" or the "Company") is pleased to announce the Company has exited the year with net production of 537 bbls/d, increasing from 121 bbls/d at the end of the third quarter.

The Company had an active and successful fourth quarter of drilling in the Midale Evaporite zone, in the Tableland area of southeast Saskatchewan, with one rig running steadily through the quarter, and a second dedicated rig from late November. Since drilling and completing its first Midale Evaporite well in August of 2005 the Company has enjoyed a 100 percent drilling success rate and plans to continue with its 30 well development program in the Midale Evaporite field.

WaveForm management has refined drilling and completion techniques in the Midale Evaporite zone, as more becomes known about its geology. The Company is now drilling longer-reach, single-leg horizontal wells which take approximately 18 days to drill, including rig in and rig out. This results in an expected gross drilling cost per well of approximately \$1.3 million (\$0.85 million net), and gross completion cost of \$0.2 million (\$0.13 million net). Single-leg wells intersect approximately 800 metres of pay zone, resulting in an expected sustained production rate of 100 bbls/d with normal field declines thereafter.

Don Rae, President of WaveForm states "I am proud of Waveform's track record in discovering a new field and developing this field at an accelerated pace. We have recently completed a 54 square-mile 3D seismic shoot which will be analyzed to help us determine if deeper zone potential exists on our land base, and to delineate the best Midale Evaporite drilling locations. The Bakken Shale also continues to be an attractive exploration focus and drilling results by other operators in our immediate area are encouraging. Our drilling program has now been initiated in the Antler area and further news will be released once the wells have been completed and initial results are available. We look forward to continued success in 2006, building shareholder value through the drill bit."

About WaveForm Energy

WaveForm is a junior oil and gas company focused on the acquisition, exploration and development of oil and natural gas in Western Canada with a particular emphasis on exploration in the Tableland area of southeast Saskatchewan. The WaveForm joint venture currently has an undeveloped land base of approximately 43,000 gross acres which provides 100 potential drilling locations in each of the Midale Evaporite Zone in the Ratcliffe Beds, the Upper Bakken Shale, and in the Lower Bakken Shale. The Company also has a second core area with 21,000 gross acres in the Antler area.

For further information please contact:

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