



FALCON OIL & GAS LTD. PROVIDES UPDATE ON STATUS OF PRIVATE PLACEMENT

DENVER, CO January 11, 2011 - Falcon Oil & Gas Ltd. (TSXV: FO) ("Falcon") today announced that it is continuing to work on completing its previously announced private placement (the "Offering"). Further details relating to the Offering are available in the press release issued by Falcon on November 24, 2010.

About Falcon Oil & Gas Ltd.

Falcon Oil & Gas Ltd. is an international oil and gas exploration and production company, headquartered in Denver, Colorado, incorporated in British Columbia, Canada, and trading on the TSX Venture Exchange under the symbol "FO." The company specializes in the business of unconventional and conventional oil and gas exploration and production and holds interests in prospective properties in Australia, Hungary, and South Africa. The company is focused on discovering, acquiring, and maturing a globally diversified portfolio with a goal of maximizing shareholder value through strategic relationships. Additional information concerning Falcon Oil & Gas Ltd. is available at www.falconoilandgas.com. Investor inquiries may be directed to investor@falconoilandgas.com

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