

January 3, 2012

SIGNAL EXPLORATION INC. CLOSES \$565,500
INITIAL PUBLIC OFFERING

Signal Exploration Inc. (the “Company”), is pleased to announce that it closed its initial public offering (the “Offering”) of 3,770,000 common shares for gross proceeds of \$565,500 on December 28, 2011. Union Securities Ltd. (the “Agent”) acted as the agent for the Offering and in connection with its services, the Agent received a cash commission of \$25,000 plus HST and was granted 377,000 non-transferable agent’s options (the “Agent’s Options”). Each Agent’s Option entitles the holder to acquire one common share of the Company at a price of \$0.15 per common share for a period of 36 months following the date the common shares of the Company are listed on the TSX Venture Exchange. Further details of the Offering and the use of proceeds can be found by viewing the Company’s prospectus on SEDAR at www.sedar.com.

The Company is classified as a Tier 2 Issuer as defined in the policies of the TSX Venture Exchange. The Company will use the net proceeds of the initial public offering to advance its primary project, the “Scotch Creek Property” described in detail in the final prospectus dated November 14, 2011.

The Company’s common shares are expected to commence trading in early January under the trading symbol SNL.

**On behalf of the Board of Directors of
SIGNAL EXPLORATION INC.**

Barry Hartley

Barry Hartley
President, Chief Financial Officer and
Director

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this press release.