



KODIAK

EXPLORATION LIMITED KXL:TSX.V

Suite 1205 - 700 West Pender Street, Vancouver BC V6C 1G8
Tel: 604 688 9006 Fax: 604 688 9029 Toll Free: 1 888 688 9006
info@kodiakexp.com www.kodiakexp.com

For Immediate Release

Kodiak Announces Non-Brokered Private Placement

Vancouver, British Columbia, December 29, 2005 – Kodiak Exploration Limited (the "Company") is pleased to announce that it has arranged to sell 1,006,667 Units at the price of \$0.30 per Unit and 1,815,000 flow-through shares at the price of \$0.40 per share by way of non-brokered private placement to raise gross proceeds of \$1,028,000. Each Unit will consist of one common share and one non-transferable share purchase warrant. Each warrant will be exercisable to acquire one additional common share of the Company for \$0.50 for one year after closing, subject to reduction of the exercise period to 30 days if the Company's shares close at prices above \$0.75 for at least 20 days. On closing, the Company will pay finder's fees in respect of a portion of the private placement in accordance with TSX Venture Exchange policies.

Insiders have not subscribed for more than 25% of the Units and no "control persons" (as defined in Policy 4.1 of the TSX Venture Exchange) or new insiders will be created as a result of the private placement.

The proceeds from the private placement will be used to fund the Company's winter work programs on its Knucklethumb property in Ontario and its Caribou Lake property in the Northwest Territories, and for general working capital. The private placement is subject to acceptance of a filing in respect of same by the TSX Venture Exchange.

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On behalf of the board of Directors
KODIAK EXPLORATION LIMITED
William S. Chornobay, President

For further information contact:
(604) 688-9006 or by email at info@kodiakexp.com

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