



Resaca Exploitation, Inc.

("Resaca" or "the Company")

New Revolving Credit Facility

Resaca (AIM:RSOX), the oil and natural gas production, exploitation, and development company focused on the Permian Basin in the USA, is pleased to announce it has entered into a three-year \$50 million Senior Secured Revolving Credit Facility with CIT Capital USA Inc. ("CIT") and NGP Capital Resources Company ("NGP"). The new revolving credit facility replaces Resaca's existing credit facility with NGP, which converted to a term loan on 1 May 2009. The initial borrowing base of the new facility is \$35 million and CIT will serve as Administrative Agent. Resaca will pay 5.5% over LIBOR subject to a 2.5% LIBOR floor, for an interest rate of 8%. This reflects a 2% reduction in the Company's interest rate as compared to the prior loan from NGP. In conjunction with closing the new facility, the Company entered into additional natural gas hedges for January 2011 through June 2012 and additional oil hedges for June 2011 through June 2012.

Jay Lendrum, Chief Executive Officer of Resaca, commented:

"We are extremely pleased to close our new revolving facility in these challenging times. The new facility will provide liquidity and lower our borrowing rate. Also, we are excited to establish a new long-term relationship with CIT while continuing our relationship with NGP, which has been with us since our formation."

For further information please contact:

Resaca Exploitation, Inc.

J.P. Bryan, Chairman	+1 713-753-1300
John J. ("Jay") Lendrum, III, Chief Executive Officer	+1 713-753-1400
Dennis Hammond, President	+1 713-753-1281
Chris Work, Chief Financial Officer	+1 713-753-1406

Buchanan Communications (Investor Relations)

Tim Thomson	+44 (0)20 7466 5000
Catherine Breen	
Katharine Sutton	

Seymour Pierce Limited (Nomad and Joint Broker)

Jonathan Wright	+44 (0)20 7107 8000
Richard Redmayne	

RBC Capital Markets (Joint Broker)

Sarah Wharry	+44 (0)207 653 4667
--------------	---------------------

About Resaca

Resaca is an independent oil and natural gas production, exploitation, and development company based in Houston, Texas. Resaca is focused on the acquisition and exploitation of long-life oil and gas properties, utilizing a variety of primary, secondary and tertiary recovery techniques. Resaca's current properties are located in the Permian Basin of West Texas and Southeast New Mexico. Additional information is available at www.resacaexploitation.com.