

DXI Reports Q1 2020 Results

Vancouver, British Columbia--(Newsfile Corp. - June 24, 2020) - DXI Energy Inc. (TSX: DXI) (OTCQB: DXIEF) ("DXI" or the "Company"), an upstream oil and gas exploration and production company operating in Colorado's Piceance Basin, today announced its financial results for the three month period ended March 31, 2020.

Q1 2020 Key Financial and Operating Highlights are:

1. Completed the conversion of \$131,000 in accrued interest on the secured convertible debt into 4,430,136 common shares of the Company; and
2. Reduced financing expenses by 47% to \$148,000 from \$278,000 for the comparative period ended March 31, 2019.

CORPORATE SUMMARY - THREE MONTHS ENDED MARCH 31, 2020

OPERATIONS	Three months ended March 31,		
	2020	2019	Change
Production			
Oil and natural gas liquids (bbls/d)	19	45	-58%
Natural gas (mcf/d)	1,219	235	419%
Combined (BOE/d)	222	84	164%
Realized sales prices			
Oil and natural gas liquids (\$/bbl)	43.04	48.20	-11%
Natural gas (\$/mcf)	1.89	4.17	-55%
Operating expenses			
Oil operations (\$/bbl)	42.04	53.85	-22%
Natural gas operations (\$/mcf)	2.73	8.05	-66%
Operating netback			
Oil operations (\$/bbl)	-5.13	-11.27	-54%
Natural gas operations (\$/BOE)	-5.81	-29.35	-80%
General and administrative expenses (\$/BOE)	13.96	38.93	-64%

FINANCIAL (CA\$ thousands, except per share)	Three months ended March 31,		
	2020	2019	Change
Revenue	283	285	-1%
Royalties	25	44	-43%
Cash flow ⁽¹⁾	-408	-540	-24%
Cash flow per share (basic)	-0.00	-0.00	0%
Cash flow per share (diluted)	-0.00	-0.00	0%
Net loss	1,832	872	110%
Basic loss (\$/common share)	0.01	0.01	0%
Diluted loss (\$/common share)	0.01	0.01	0%
Capital expenditures, net of dispositions	7	1,254	-99%

Weighted average common shares outstanding (thousands)			
Basic	252,699	121,386	108%
Diluted	252,699	121,386	108%
Working capital deficiency	2,152	3,040	-29%

Note 1: "Cash flow" is a non-IFRS measure calculated by adding back settlement of decommissioning liabilities and change in operating working capital to cash flows from (used in) operating activities. See "Non-IFRS Measure" below for details.

SUPPLEMENTAL FINANCIAL INFORMATION - NON-IFRS MEASURE

(CA\$ thousands)	Three months ended March 31,	
	2020	2019
Cash flows used in operating activities	(162)	(796)
Change in operating working capital	(246)	256
Cash flow	(408)	(540)

About DXI Energy Inc.:

DXI Energy Inc. is currently publicly traded on the Toronto Stock Exchange (DXI.TO) and the OTCQB (DXIEF).

- As at June 30, 2020, the Company will delist for trading its shares from the OTCQB exchange.
- Additionally, DXI has requested that the TSX move the trading venue for its shares to the TSX.V (NEX) exchange.
- Subsequent to the end of Q1 2020, DXI sold its wholly owned Canadian subsidiary for an undisclosed sum which included the elimination of \$1.17 million in payables and \$4.1 million in future reclamation and abandonment liabilities from the DXI consolidated balance sheet.
- The Company continues its attempt to rationalize its entire exposure to the O&G business prior to its AGM.

Statements Regarding Forward-Looking Information: This news release contains statements about oil and gas production and operating activities that may constitute "forward-looking statements" or "forward-looking information" within the meaning of applicable securities legislation as they involve the implied assessment that the resources described can be profitably produced in the future, based on certain estimates and assumptions. Forward-looking statements in this press release include, but are not limited to, statements regarding the future plans of the Company, the completion and final amount raised in the debt financing, the final use of proceeds and that all necessary final approvals will be obtained. Forward-looking statements are based on current expectations, estimates and projections that involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those anticipated by DXI Energy and described in the forward-looking statements. These risks, uncertainties and other factors include, but are not limited to, adverse general economic conditions, operating hazards, drilling risks, inherent uncertainties in interpreting engineering and geologic data, competition, reduced availability of drilling and other well services, fluctuations in oil and gas prices and prices for drilling and other well services, government regulation and foreign political risks, fluctuations in the exchange rate between Canadian and US dollars and other currencies, as well as other risks commonly associated with the exploration and development of oil and gas properties. Additional information on these and other factors, which could affect DXI Energy Inc.'s operations or financial results, are included in DXI Energy Inc.'s reports on file with Canadian and United States securities regulatory authorities. We assume no obligation to update forward-looking statements should circumstances or management's estimates or opinions change unless otherwise required under securities law.

The securities offered have not been registered under the U.S. Securities Act of 1933, as amended, or applicable state securities laws, and may not be offered or sold to persons in the United States absent registration or an exemption from such registration requirements. This press release does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any jurisdiction in which such offer, solicitation or sale would be unlawful.

The TSX does not accept responsibility for the adequacy or accuracy of this news release.

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