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TSX-V

Trading Symbol: OY

Oyster Oil and Gas Ltd. Announces Proposed Financing

Vancouver, British Columbia – April 19, 2017 – Oyster Oil and Gas Ltd. ("Oyster" or the "Company") announces that it intends to complete a private placement for gross proceeds of up to approximately CDN\$1,300,000 (the "**Financing**"), which is expected to consist of units with each unit comprised of one common share and one-half of one common share purchase warrant at a price of \$0.40 per unit, or such other price per unit determined by Oyster management in compliance with TSX Venture Exchange (the "**Exchange**") pricing regulations. Each whole share purchase warrant will be exercisable to acquire one common share of the Company at a price of \$0.45 per share for a period of eighteen months following the closing of the Financing. The Company anticipates that the Financing will be closed in two tranches, the first tranche for gross proceeds of CDN \$850,000 and the second for the balance of CDN \$450,000. The Financing may be brokered or non-brokered and commissions and/or finder's fees in cash or securities may be payable in connection with the Financing subject to compliance with Exchange policies. Proceeds from the Financing are expected to be used for ongoing working capital requirements.

Completion of the Financing is subject to Exchange acceptance, and all securities issued pursuant to the Financing will be subject to a hold period as required under applicable securities legislation.

About Oyster Oil and Gas Ltd.

Oyster is an upstream oil and gas company with a focus on Eastern Africa. Oyster holds production sharing contracts interests with the Government of Djibouti and the Government of Madagascar. Oyster holds four blocks comprising approximately 3.5 million acres onshore and offshore in Djibouti; and holds a working interest in an onshore block in Madagascar covering approximately 2.8 million acres.

For further information please contact:

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This news release contains statements about the Company's expectations regarding the completion of the Financing that are forward-looking in nature and, as a result, are subject to certain risks and uncertainties. Although the Company believes that the expectations reflected in these forward-looking statements are reasonable, undue reliance should not be placed on them as actual results may differ materially from the forward-looking statements and there can be no assurance that such expectations will prove to be correct. Factors that could cause the actual results to differ materially from those in forward-looking statements include failure to complete the Financing for any reason whatsoever, including failure to obtain Exchange acceptance. The forward-looking statements contained in this news release are made as of the date hereof, and the Company

undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. The forward-looking statements contained in this news release are expressly qualified by this cautionary statement.

This news release does not constitute and the subject matter hereof is not, an offer for sale or a solicitation of an offer to buy, in the United States or to any "U.S. Person" (as such term is defined in Regulation S under the U.S. Securities Act of 1933, as amended (the "1933 Act")) of any equity or other securities of the Corporation. The securities of the Corporation have not been registered under the 1933 Act and may not be offered or sold in the United States (or to a U.S. Person) absent registration under the 1933 Act or an applicable exemption from the registration requirements of the 1933 Act.

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 news release.