阳光油砂
SUNSHINE OILSANDS LTD.

SUNSHINE OILSANDS LTD.
陽光油砂有限公司*

(a corporation incorporated under the Business Corporations Act of the Province of Alberta, Canada with limited liability)
(HKEX: 2012)

MATURITY OF CONVERTIBLE BONDS

By Order of the Board of Sunshine Oilsands Ltd.
Kwok Ping Sun
Executive Chairman

Hong Kong, October 2, 2018
Calgary, October 2, 2018

As at the date of this announcement, the Board consists of Mr. Kwok Ping Sun and Ms. Gloria Pui Yun Ho as executive directors; Mr. Michael John Hibberd, Mr. Hong Luo, Ms. Linna Liu and Ms. Xijuan Jiang as non-executive directors; and Mr. Raymond Shengti Fong, Mr. Jeff Jingfeng Liu, Ms. Joanne Yan and Mr. Yi He as independent non-executive directors.

**For identification purposes only*

Hong Kong (October 2, 2018) and **Calgary, Alberta** (October 2, 2018)-The Board of Directors (the "**Board**") of Sunshine Oilsands Ltd. (the "**Corporation**" or "**Sunshine**") (HKEX: 2012) wishes to announce the following:

MATURITY OF CONVERTIBLE BONDS

Reference is made to the announcements dated June 25, 2018 and July 5, 2018 issued by the Corporation (the "**Announcements**"), in relation to, among other matters, the Corporation's conditionally agree to issue and the Placing Agent conditionally agree to place, on a best effort basis, the Placing CB in principal amount of up to HK$11,000,000 (equivalent to approximately CDN$1,799,600 at current exchange rate) to not less than six Placees. Completion of the Placing CB took place on July 5, 2018.

Unless otherwise expressly indicated, capitalized terms used herein shall have the same meanings as those defined in the Announcements.

As disclosed in the Announcements, the Placing CB in an amount of HKD10,999,982 (equivalent to approximately CDN$1,799,597 at current exchange rate) were issued to the Placees on July 5, 2018. Pursuant to the CB Placing Agreement, the Placing CB entitle the holders thereof the right to convert the whole or part of the principal amount of the Placing CB into Shares at any time during the period commencing from the date of issuance of CB, up to and including the 14th day immediately preceding the Maturity Date (the "**Conversion Period**") at a Conversion Price of HK$0.207 per Share subject to adjustments from time to time, under the terms and conditions of the Placing CB. The Conversion Period expired on September 30, 2018 and no conversion right attached to the Placing CB has been exercised. As such, all Placing CB are redeemed by the Corporation and will forthwith be cancelled. Certificates in respect of all Placing CB are cancelled and such Placing CB may not be reissued or resold.

ABOUT SUNSHINE OILSANDS LTD.

The Corporation is a Calgary based public corporation listed on the Hong Kong Stock Exchange since March 1, 2012. The Corporation is focused on the development of its significant holdings of oil sands leases in the Athabasca oil sands region. The Corporation owns interests in approximately one million acres of oil sands and petroleum and natural gas leases in the Athabasca region. The Corporation is currently focused on executing milestone undertakings in the West Ells project area. West Ells has an initial production target of 5,000 barrels per day.

For further enquiries, please contact:

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FORWARD LOOKING INFORMATION

This announcement contains forward-looking information relating to, among other things, the plans and expectations of the Corporation. Such forward-looking information is subject to various risks, uncertainties and other factors. All statements other than statements and information of historical fact are forward-looking statements. The use of words such as "estimate", "forecast", "expect", "project", "plan", "target", "vision", "goal", "outlook", "may", "will", "should", "believe", "intend", "anticipate", "potential", and similar expressions are intended to identify forward-looking statements. Forward-looking statements are based on the Corporation's experience, current beliefs, assumptions, information and perception of historical trends available to the Corporation, and are subject to a variety of risks and uncertainties including, but not limited to those associated with resource definition and expected reserves and contingent and prospective resources estimates, unanticipated costs and expenses, regulatory approval, fluctuating oil and gas prices, expected future production, the ability to access sufficient capital to finance future development and credit risks, changes in Alberta's regulatory framework, including changes to regulatory approval process and land-use designations, royalty, tax, environmental, greenhouse gas, carbon and other laws or regulations and the impact thereof and the costs associated with compliance. Although the Corporation believes that the expectations represented by such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct. Readers are cautioned that the assumptions and factors discussed in this announcement are not exhaustive and readers are not to place undue reliance on forward-looking statements as the Corporation's actual results may differ materially from those expressed or implied. The Corporation disclaims any intention or obligation to update or revise any forward-looking statements as a result of new information, future events or otherwise, subsequent to the date of this announcement, except as required under applicable securities legislation. The forward-looking statements speak only as of the date of this announcement and are expressly qualified by these cautionary statements. Readers are cautioned that the foregoing lists are not exhaustive and are made as at the date hereof. For a full discussion of the Corporation's material risk factors, see the Corporation's annual information form for the year ended December 31, 2017 and risk factors described in other documents we file from time to time with securities regulatory authorities, all of which are available on the Hong Kong Stock Exchange at www.hkexnews.hk, on the SEDAR website at www.sedar.com or on the Corporation's website at www.sunshineoilsands.com.