



NOT FOR DISTRIBUTION TO U.S. NEWSWIRE SERVICES OR DISSEMINATION IN THE UNITED STATES

POINT LOMA ANNOUNCES UPSIZE OF ITS PREVIOUSLY ANNOUNCED PRIVATE PLACEMENT OFFERING OF FLOW-THROUGH UNITS AND UNITS FOR UP TO \$1.65 MILLION

Calgary, Alberta – September 12, 2019 – Point Loma Resources Ltd. (TSX-V: PLX) ("**Point Loma**" or the "**Corporation**") is pleased to announce that it has entered into a revised agreement with Mackie Research Capital Corporation, as sole agent and bookrunner (the "**Agent**"), to increase the size of its previously announced private placement offering for up to approximately \$1,650,000 in aggregate gross proceeds to the Corporation (the "**Offering**"). The Offering will consist of: (i) up to approximately \$1,000,000 in flow-through units of the Corporation (the "**FT Units**") at a price of \$0.125 per FT Unit, and (ii) up to approximately \$650,000 in units of the Corporation (the "**Units**") at a price of \$0.115 per Unit. The closing of the Offering is expected to occur on or about September 30, 2019 (the "**Closing**" or "**Closing Date**").

Each FT Unit is comprised of one common share in the capital of the Corporation issued on a "flow-through" basis qualifying as "Canadian Exploration Expenses" ("**CEE**") under the *Income Tax Act (Canada)* (a "**Flow-Through Share**"), and one common share purchase warrant ("**Warrant**"). Each Unit is comprised of one common share in the capital of the Corporation (a "**Common Share**") and one Warrant.

Members of the Point Loma board of directors and management team plan to participate in the Offering alongside investors.

For both the FT Units and Units, each Warrant entitles the holder to acquire one common share in the capital of the Corporation (a "**Warrant Share**") at a price of \$0.155 per Warrant Share for a period of 36 months following the Closing Date. Provided that if, at any time after the date that is four months and one day following the applicable date of issue of the FT Units and Units and prior to the expiry date of the Warrants, the volume weighted average trading price of the Common Shares on the TSX Venture Exchange (the "**TSXV**"), or other principal exchange on which the Common Shares are listed, is greater than \$0.31 for 20 consecutive trading days, the Corporation may, within 10 business days of the occurrence of such event, deliver a notice to the holders of the Warrants accelerating the expiry date of the Warrants to the date that is 30 days following the date of such notice (the "**Accelerated Exercise Period**"). Any unexercised Warrants shall automatically expire at the end of the Accelerated Exercise Period.

The Corporation has granted the Agent an option (the "**Over-Allotment Option**") to purchase up to 15% of the number of FT Units and Units issued pursuant to the Offering to cover any over-allotments and for market stabilization purposes, exercisable at any time 48 hours prior to the Closing Date of the Offering, provided that such increase remains in compliance with applicable TSXV rules. The Agent shall be under no obligation whatsoever to exercise the Over-Allotment Option, in whole or in part.

The Offering is subject to certain conditions including, but not limited to, the receipt of all necessary regulatory and stock exchange approvals, including the approval of the TSXV.

The Corporation must incur the gross amount raised from the issue and sale of the Flow-Through Shares pursuant to the Flow-Through Offering, including any proceeds received upon the exercise of the Flow-Through Over-Allotment Option, on CEE as defined in the *Income Tax Act* (Canada) and renounce on or before December 31, 2019, such CEE. In the event that the Corporation fails to renounce CEE corresponding to the aggregate purchase price of the Flow-Through Offering on or before December 31, 2019, or if there is a reduction in such amount renounced pursuant to the provisions of the *Income Tax Act* (Canada), the Corporation shall indemnify the purchasers for an amount equal to the amount of any tax payable or that may become tax payable under the *Income Tax Act* (Canada) by the purchaser as a consequence of such failure or reduction.

The securities described herein have not been registered under the United States Securities Act of 1933, as amended (the "**U.S. Securities Act**"), and may not be offered or sold in the United States or to, or for the account or benefit of, U.S. Persons (as defined in Regulation S under the U.S. Securities Act) absent registration or an applicable exemption from the registration requirements. This news release shall not constitute an offer to sell or a solicitation of an offer to buy nor shall there be any sale of the securities in any jurisdiction where such offer, solicitation, or sale would be unlawful.

About Point Loma Resources Ltd.

Point Loma is a public oil and gas exploration and development company focused on conventional and unconventional oil and gas reservoirs in west central Alberta. The Corporation controls over 140,000 net acres (over 220 net sections) and has a deep inventory of oil opportunities in the Mannville (Upper and Lower), Banff, Nordegg, and Duvernay Shale formations. Point Loma's business plan is to utilize its experience to drill, develop and acquire accretive assets with potential for horizontal multi-stage frac technology and exploit opportunities for secondary recovery. For more information, please visit Point Loma's website at www.pointloma.ca or Point Loma's profile on the System for Electronic Document Analysis and Retrieval website at www.sedar.com.

For further information, please contact:

Terry Meek
President and CEO
Telephone: (403) 705-5051 ext. 444
tmeek@pointloma.ca

Thomas Love
VP Finance and CFO

Telephone: (403) 705-5051 ext. 443
tlove@pointloma.ca

A Note Regarding Forward-Looking Information

This press release contains forward-looking statements and forward-looking information within the meaning of applicable securities laws, including without limitation, statements pertaining to Point Loma's expectations as to the anticipated terms, conditions, size, pricing and closing date of the Offering; approval by the TSXV of the Offering; approval by the TSXV to list the Warrants; the amount and use of proceeds from the Offering; and the focus of Point Loma's management team and go-forward strategy. Such forward-looking statements are based on a number of assumptions, including the timely receipt of all required regulatory approvals for the Offering, the satisfaction of other closing conditions pertaining to the Offering, and the marketing and pricing of the Offering.

The use of any of the words "will", "expects", "believe", "plans", "potential", "intend", "may", "believe" and similar expressions are intended to identify forward-looking statements or information. Although Point Loma believes that the expectations and assumptions on which such forward-looking statements and information are based are reasonable, undue reliance should not be placed on the forward-looking statements and information because Point Loma cannot give assurance that they will prove to be correct.

Since forward-looking statements and information address future events and conditions, by their very nature they involve inherent risks and uncertainties. Actual results could differ materially from those currently anticipated due to a number of factors and risks. These include, but are not limited to: the risks associated with the oil and gas industry in general such as operational risks in development, exploration and production; delays or changes in plans with respect to exploration or development projects or capital expenditures; the uncertainty of reserve and resource estimates; the inability of Point Loma to bring additional production on stream or in the anticipated quantities disclosed herein; the uncertainty of estimates and projections relating to reserves, resources, production, costs and expenses; health, safety and environmental risks; commodity price and exchange rate fluctuations; marketing and transportation; loss of markets; environmental risks; competition; inability to retain drilling rigs and other services; incorrect assessment of the value of acquisitions; failure to realize the anticipated benefits of acquisitions; ability to access sufficient capital from internal and external sources; general economic conditions; changes in legislation, including but not limited to tax laws, royalties and environmental regulations; and estimates being greater or less than actual production from any acquired assets. Management has included the above summary of assumptions and risks related to forward-looking information provided in this press release in order to provide security holders with a more complete perspective on Point Loma's future operations and such information may not be appropriate for other purposes.

The forward-looking statements and information contained in this press release are made as of the date hereof and Point Loma does not undertake any obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws.