

ESSTRA INDUSTRIES INC.  
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October 5, 2018

TSX-V:ESS

**ESSTRA INDUSTRIES INC. CLOSURES PRIVATE PLACEMENT FINANCING  
PROVIDES CORPOARTE UPDATE**

**Vancouver, British Columbia: Esstra Industries Inc. (TSXV: EES) (“Esstra” or the “Company”)** announces that it has received approval from the TSX Venture Exchange to close its non-brokered private placement financing, previously announced July 20, 2018. The Company will issue 2,620,000 units (the “Units”) at a price of ten cents (\$0.10) per Unit for gross proceeds of \$262,000. Each Unit is comprised of one common share in the capital of the Company and one transferrable common share purchase warrant, each warrant being exercisable to purchase one common share at a price of ten cents (\$0.10) per share at any time within 60 months of the date of issuance. All securities to be issued under this private placement will be subject to a four-month resale restriction.

The Financing was effected with 4 insiders of the Company subscribing for a total of 507,500 Units for aggregate subscription proceeds of \$50,750, that portion of the Financing a “related party transaction” as such term is defined under Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions (“MI 61-101”). The Company is relying on exemptions from the formal valuation and minority approval requirements set out in MI 61-101. The Company is exempt from the formal valuation requirement of MI 61-101 under sections 5.5(a) and (b) of MI 61-101 in respect of the transaction as the fair market value of the transaction, insofar as it involves the interested party, is not more than 25% of the Company’s market capitalization. Additionally, the Company is exempt from minority shareholder approval under sections 5.7(1)(a) and (b) of MI 61-101 as, in addition to the foregoing, (i) neither the fair market value of the Units nor the consideration received in respect thereof from interested party exceeds \$2,500,000, (ii) the Company has one or more independent directors who are not employees of the Company, and (iii) all of the independent directors have approved the transaction. Material change reports were not filed 21 days prior to the closing of the financing because insider participation had not been established at the time the financing was announced.

The Company will use the net proceeds of this private placement for general corporate purposes.

The Company announces that Glenn Stogryn has resigned as a director of the Company, effective January 19, 2018. The Company would like to thank Glenn for his service and wishes him luck in his future endeavours.

The Company also announces that Virginia Olnick was appointed as a director of the Company effective January 19, 2018.

**ON BEHALF OF THE BOARD OF DIRECTORS**

Bruce Keltie  
Director

*This news release contains certain statements that may be deemed “forward-looking statements. Forward looking statements are statements that are not historical facts and are generally, but not always, identified by the words “expects”, “plans”, “anticipates”, “believes”, “intends”, “estimates”, “projects”, “potential” and similar expressions, or that events or conditions “will”, “would”, “may”, “could” or “should” occur. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results may differ materially from those in forward based on the beliefs, estimates and opinions of the Company’s management on the date the statements are made. The Company undertakes no obligation to update these forward-looking statements in the event that management’s beliefs, estimates or opinions, or other factors should change, except as required by law.*

*Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.*