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Oyster Confirms Good Quality Oil Source Rock in Madagascar

Vancouver, British Columbia – December 12, 2017 – Oyster Oil and Gas Ltd. ("Oyster" or the "Company") (OY: TSXV, 13L: FSE) commissioned an independent geochemistry study by UK based GH Geochem Ltd of core samples recovered from a well drilled as part of the 4 well coring campaign carried out in Block 1101 in Q3/Q4 2014. The cores were recovered from a well drilled at Ankaramy, which is adjacent to some very large, highly prospective anticlinal structures located on the Ampasindava Peninsula, in the southwest of Block 1101.

In summary the biomarker evaluation of the migrated oil not only confirms the presence of migrated petroleum but also shows that the oil is from a peak mature, clay rich source rock deposited in a marine nearshore environment, probably migrated from more deeply buried Jurassic or perhaps older source rocks.

Dr. Phil Roach, Oyster's Head of Exploration commented: “It has taken three years for Oyster to get access to these well cores and undertake this important piece of geochemical analysis work done, which confirms that there is a viable working petroleum system in this part of Madagascar.”

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 100% working interest and is the operator of an onshore block located in northwest Madagascar covering approximately 2.8 million acres.

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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 Settlement for any reason whatsoever, including failure to obtain TSXV acceptance, or the Frank Stock Exchange listing not providing increased trading liquidity or investment by European investors. 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.

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