

Prospera Announces Execution of Purchase Agreement to Acquire Additional Interest in Saskatchewan and Alberta Oil and Gas Properties

Kelowna, British Columbia, Canada, December 31, 2018: Prospera Energy Inc. ("Prospera" or the "Corporation") (PEI:TSX-V; OF6A:FRA) announces that further to the Corporation's press release issued on December 13, 2018, Prospera has completed the acquisition of an additional 15-per-cent working interest at the western Saskatchewan (Cuthbert, Hearts Hills and Luseland) and eastern Alberta (Cuthbert) properties. Prospera has now increased the Corporation's total working interest at these properties from 20 per cent to 35 per cent.

Financing for this acquisition was completed through a combination of cash on hand and advances from certain insiders of the Corporation.

About the Cuthbert, Hearts Hills and Luseland properties

The Cuthbert, Hearts Hills and Luseland properties are located approximately 330 kilometers east of Calgary, Alberta and contain a total of 64 sections (approximately 41,526 acres) of land (62 net sections). Approximately 94 per cent of the land is located in Saskatchewan and approximately 6 per cent of the land is located in Alberta. There are 240 oil and 12 natural gas wells producing on the properties. Proven reserves are significant at these properties. Original oil in place (OOIP) (which is referred to as total petroleum volume of oil initially in place stored in a reservoir and includes petroleum contained in the subsurface as well as those quantities already produced) is estimated to be 299 million barrels of oil equivalent. The Corporation's strategy is to continue the development and expansion of these properties throughout 2019. There are also approximately 34 sections of undeveloped land.

About Prospera

Prospera is a Canadian natural resource company engaged in the acquisition, exploration, development and production of oil and gas properties with operations in Alberta and western Saskatchewan.

For Further Information:
Burkhard Franz,
President and CEO
Phone: 403-457-9010

Production volumes are commonly expressed on a barrel of oil equivalent ("BOE") basis whereby natural gas volumes are converted at a ratio of six thousand cubic feet to one barrel of oil. The intention is to convert oil and natural gas measurement units into one basis for improved analysis of results and comparisons with other industry participants. The term BOE may be misleading, particularly if used in isolation. The conversion ratio is based on an energy equivalent method and does not represent an economic value equivalency at the wellhead.

FORWARD-LOOKING STATEMENTS

This news release contains forward-looking statements relating to the future operations of the Corporation and other statements that are not historical facts. Forward-looking statements are often identified by terms such as "will", "may", "should", "anticipate", "expects" and similar expressions. All statements other than statements of historical fact, included in this release, including, without limitation, statements regarding future plans and

objectives of the Corporation, are forward looking statements that involve risks and uncertainties. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. More particularly, it contains forward-looking statements concerning: (i) production (ii) planned drilling, reactivation, development and waterflood activities, (iii) the potential number of drilling locations at certain of the Transactions properties, (iv) timing and completion of the Transaction, including expectations and assumptions concerning timing of receipt of required regulatory approvals and the satisfaction of other conditions to the completion of the Transaction, and (v) potential development opportunities associated with the Transaction.

Although Prospera believes that the expectations and assumptions on which the forward-looking statements are based are reasonable, undue reliance should not be placed on the forward-looking statements because Prospera can give no assurance that they will prove to be correct. Since forward-looking statements 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 numerous factors and risks. These include, but are not limited to, risks associated with the oil and gas industry in general (e.g., 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 estimates; the uncertainty of estimates and projections relating to production, costs and expenses, and health, safety and environmental risks), commodity price and exchange rate fluctuations and uncertainties resulting from potential delays or changes in plans with respect to exploration or development projects or capital expenditures.

The reader is cautioned that assumptions used in the preparation of any forward-looking information may prove to be incorrect. Events or circumstances may cause actual results to differ materially from those predicted, as a result of numerous known and unknown risks, uncertainties, and other factors, many of which are beyond the control of Prospera Inc. As a result, Prospera cannot guarantee that any forward-looking statement will materialize, and the reader is cautioned not to place undue reliance on any forward-looking information. Such information, although considered reasonable by management at the time of preparation, may prove to be incorrect and actual results may differ materially from those anticipated. Forward-looking statements contained in this news release are expressly qualified by this cautionary statement. The forward-looking statements contained in this news release are made as of the date of this news release, and Prospera does not undertake any obligation to update publicly or to revise any of the included forward-looking statements, whether as a result of new information, future events or otherwise, except as expressly required by Canadian securities law.

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 release.