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*PRESS RELEASE*

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**BAYSHORE PETROLEUM CORP PROVIDES UPDATE  
NON-BROKERED PRIVATE PLACEMENT FINANCING AND  
UPDATE ON E-T ENERGY LTD DISCUSSIONS**

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CALGARY, September 7, 2016 – Bayshore Petroleum Corp. (“Bayshore” or the “Company”) (BSH/TSX Venture Exchange) announces that, as an update to the news release of July 29, 2016, the Company continues its discussions with E-T Energy Ltd. (“ET”). ET has now advised Bayshore that ET shareholders have ultimately decided not to proceed with a corporate restructure as previously envisioned and presented to them. The Company is therefore examining remaining options and alternatives to the previous transaction and shall provide a final resolution by September 23, 2016. Bayshore shares remain halted from trading, and shall remain halted from trading pending receipt of applicable documentation by the TSX Venture Exchange or cessation of negotiations with ET.

The Company also announced its intention to complete a non-brokered private placement of securities consisting of 2.67 million common shares at \$0.1125 per share for gross proceeds of \$300,000, less any commissions or finders fees paid. Proceeds from the financing are to be applied to general working capital. Bayshore expects to close this financing by September 23, 2016, or shall provide a further update therein. There is a hold period of four months after issuance during which private placement shares cannot be traded, and the placement is subject to approval of the TSX Venture Exchange.

On behalf of the Board of Directors

BAYSHORE PETROLEUM CORP.  
"Peter Ho"  
Chairman and CEO

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This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities of the Company in the United States. The Company's securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act"), or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws or an exemption from such registration is available.

Cautionary Statements

Statements in this press release may contain forward-looking information including expectations of future production, operating costs, commodity prices, administrative costs, commodity price risk management activity, acquisitions and dispositions, capital spending, access to credit facilities, income taxes, regulatory changes, and other components of cash flow and earnings. This press release may also contain forward-looking or subjective information regarding technology, processes, and the oil and gas industry. The reader is cautioned that assumptions used in the preparation of such information may prove to be incorrect. Events or circumstances may cause actual results to differ materially from those predicted, a result of numerous known and unknown risks, uncertainties, and other factors, many of which are beyond the control of the company. These risks include, but are not limited to, the risks associated with the mining and oil and gas industry, commodity prices and exchange rate changes. Industry related risks could include, but are not limited to, operational risks in exploration, development and production, delays or changes in plans, risks associated to the uncertainty of reserve estimates, technology and technology implementation, health and safety risks and the uncertainty of estimates and projections of production, costs and expenses. The reader is cautioned not to place undue reliance on this forward-looking information.

Completion of a transaction is subject to a number of conditions, including Exchange acceptance and disinterested Shareholder approval. The transaction cannot close until the required Shareholder approval is obtained. There can be no assurance that the transaction will be completed as proposed or at all.

Investors are cautioned that, except as disclosed in the Management Information Circular to be prepared in connection with the transaction, any information released or received with respect to the transaction may not be accurate or complete and should not be relied upon. Trading in the securities of Bayshore should be considered highly speculative.

The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.