



## NEWS RELEASE

### CANADIAN SPIRIT RESOURCES INC. ANNOUNCES SECOND QUARTER 2018 FINANCIAL RESULTS

Calgary, AB August 29, 2018 – Canadian Spirit Resources Inc. (“CSRI” or the “Corporation”) (TSXV:SPI) (OTCBB:CSPUF) announces the release of its interim financial results and Management Discussion and Analysis (“MD&A”) for the three and six month periods ended June 30, 2018.

This news release summarizes information contained in the unaudited interim condensed financials statements and MD&A for the three and six month periods ended June 30, 2018 and should not be considered a substitute for reading these full disclosure documents which are available on SEDAR at [www.sedar.com](http://www.sedar.com) or the Corporation’s website at [www.csri.ca](http://www.csri.ca).

CSRI is a natural resources company focused on the identification and development of opportunities in the Montney Formation resource play in northeastern British Columbia.

#### SELECTED FINANCIAL DATA

(all amounts are presented in Canadian dollars, unless otherwise indicated)

	For the three month periods ended June 30,		For the six month periods ended June 30,	
	2018	2017	2018	2017
Average sales volumes of natural gas (Mcf/d)	551 <sup>(1)</sup>	609	541 <sup>(1)</sup>	674
Average sales price of natural gas (per Mcf)	\$ 1.43	\$ 2.39	\$ 1.77	\$ 2.44
Natural gas sales, before royalties	\$ 23,719	\$ 132,245	\$ 114,749	\$ 296,347
Operating netbacks, after royalty credits applied	\$ (35,848)	\$ 37,209	\$ (31,548)	\$ 125,439
Net cash flows from operating activities	\$ (217,650)	\$ (196,451)	\$ (492,837)	\$ (299,995)
Net loss and comprehensive loss	\$ (325,508)	\$ (347,761)	\$ (652,268)	\$ (648,269)
Loss per share, basic & diluted	\$ (0.00)	\$ (0.00)	\$ (0.00)	\$ (0.00)
Net capital expenditures	\$ 155,106	\$ 293,946	\$ 330,075	\$ 338,713
			As at June 30,	
			2018	2017
Net working capital			\$ 1,209,304	\$ 731,681
Total assets			\$ 45,323,352	\$ 45,115,433
Total debt			\$ -	\$ -
Shareholders' capital			\$ 42,928,861	\$ 42,623,359
Number of common shares outstanding			177,494,004	159,458,860

**Note:**

1. Production was shut-in by the Corporation's joint venture partner effective May 1, 2018. The second quarter 2018 production results therefore represent one month of natural gas production, and the year-to-date production results therefore represent four months of natural gas production.

Information regarding CSRI is available on SEDAR at [www.sedar.com](http://www.sedar.com) or the Corporation's website at [www.csri.ca](http://www.csri.ca).

For further information, please contact:  
Canadian Spirit Resources Inc.  
Telephone (403) 539-5005  
Rich Couillard ([rich.couillard@csri.ca](mailto:rich.couillard@csri.ca))

*The corporate information contained in this news release may contain forward-looking forecast information. The reader is cautioned that assumptions used in the preparation of such information, although considered reasonably accurate by CSRI at the time of preparation, may prove to be incorrect. The actual results achieved during the forecast period will vary from the information provided herein and the variations may be material. Consequently there is no representation by CSRI that actual results achieved during the forecast period will be the same in whole or in part as those forecast.*

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