



PRESS RELEASE

FOR IMMEDIATE RELEASE:

October 24, 2014

**BROWNSTONE ENERGY INC. RELEASES RESULTS
FOR THE YEAR ENDED JUNE 30, 2014**

TORONTO, Ontario (October 24, 2014) – Brownstone Energy Inc. (TSXV: “BWN”; OTCQX: “BWSOF”) (“Brownstone” or the “Company”) today announces its results for the year ended June 30, 2014.

As at June 30, 2014, the Company had cash and cash equivalents of \$5.4 million as compared to \$9.6 million as at June 30, 2013. Investments at fair value totaled \$3.7 million as at June 30, 2014 as compared to \$1.7 million as at June 30, 2013. Also, as at June 30, 2014, exploration and evaluation assets totaled \$4.9 million as compared to \$17.3 million as at June 30, 2013.

Financial Highlights for the year ending June 30, 2014 with comparatives:

Operating Results	Year ended June 30,	
	2014	2013
Net realized losses on disposal of investments	\$ (5,155,874)	\$ -
Net change in unrealized gains (losses) on investments	6,043,813	(1,604,261)
Net investment gains (losses)	887,939	(1,604,261)
Operating, general and administrative expenses	2,455,295	2,691,218
Impairment of exploration and evaluation assets	11,839,435	36,394,392
Loss for the year	(13,355,875)	(40,860,181)
Basic and diluted loss per common share	(0.10)	(0.31)

**Consolidated statements of financial position
Highlights**

	June 30, 2014	June 30, 2013
Cash and cash equivalents	\$ 5,377,283	\$ 9,595,064
Investments, at fair value	3,707,817	1,667,208
Exploration and evaluation assets	4,911,743	17,274,483
Total assets	15,115,615	30,452,958
Total liabilities	1,031,132	3,551,120
Share capital, warrants and broker warrants, contributed surplus	121,135,056	120,963,437
Foreign currency translation reserve	287,820	(79,081)
Deficit	(107,338,393)	(93,982,518)
Working Capital	9,172,740	8,992,430

During the year ended June 30, 2014, the Company spent cash (net of oil sales) of \$1.6 million on exploration and evaluation assets as compared to \$10.9 million during the year ended June 30, 2013. During the year ended June 30, 2014, the Company recorded an impairment of \$11.8 million (2013 – \$36.4 million) on its exploration and evaluation assets. During the year ended June 30, 2014, the Company assigned all of its 34.25% private participating interest in Block 27 (Llanos project located in Colombia) back to the operator of the Block for nil consideration. Brownstone has no remaining oil and gas projects in Colombia.

Brownstone is currently participating in several oil and gas exploration projects based in United States (Colorado/Utah and Oregon), Israel and Argentina.

About Brownstone

Brownstone Energy Inc. is a Canadian-based, energy focused company with direct and indirect interests in oil and gas exploration projects. By owning and managing a diversified portfolio of energy-based projects, Brownstone provides shareholders with a unique energy alternative. For additional information, please see Brownstone's website: www.brownstoneenergy.com.

Neither 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.

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