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ARROWSTAR CLOSES ASSIGNMENT AGREEMENT AND PRIVATE PLACEMENT

Vancouver, B.C. – June 21, 2016 – Phillip Thomas, President of Arrowstar Resources Ltd. (“Arrowstar” or the “Company”) (TSX.V: AWS), is pleased to announce that the Company has received approval from the TSX Venture Exchange (“TSX-V”) on the assignment agreement dated March 29, 2016 (the “Agreement”) between the Company and Performance Acquisitions, LLC (“Performance”) under which Performance has assigned its interest in an option agreement with NJB Mining Inc. (“NJB”) under which Performance has the option (the “Option”) to acquire up to a 100% interest in the Tin Cup and FM (Secret Pass) concessions (together, the “Property”) from NJB (the “Transaction”).

As consideration for the assignment of the Option, the Company will issue an aggregate of 5,000,000 common shares of the Company to Performance as follows:

- 1,500,000 common shares upon receipt by the Company of TSX-V approval of the Transaction.
- 1,000,000 common shares upon completion of Phase 1 exploration requirements.
- 1,000,000 common shares upon completion of Phase 2 exploration requirements.
- 1,500,000 common shares within 14 days of the earlier of the 18-month anniversary of the date of the Agreement, being March 29, 2016 or the approval from the Arizona Bureau of Land Management of the production plan to commence mining and production.

Phil Thomas, Arrowstar’s President and Chief Geologist states, ***“We are very pleased to have completed the acquisition of the Secret Pass concessions. The project is well advanced to potentially be fast tracked to production when quality control of data, trenching and project economics is completed.”***

The Company has also closed its non-brokered private placement (the “Offering”) announced on April 19, 2016. The Company issued 6,900,000 units (“Units”) at a price of \$0.05 per Unit for gross proceeds of \$345,000. Each Unit consists of one common share and one share purchase warrant (“Warrant Share”) entitling the holder to purchase an additional common share for a period of two years at a price of \$0.085 per warrant share in the first year of exercise and \$0.12 per warrant share in the second year of exercise from date of closing. The Company will pay a finder’s fee in the amount of \$6,400.

The securities issued pursuant to the Agreement and the Offering will be subject to a four month hold period, expiring on October 21, 2016, in accordance with applicable securities laws.

The proceeds from the Offering will be used for phase 1 Secret Pass exploration program and general working capital.

On Behalf of the Board of Directors,
Arrowstar Resources Ltd.

“Phillip Thomas”
President

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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.

Forward-Looking Statements: This document includes forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning AWS's planned exploration programs in North America and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may," "potential," "should," and similar expressions are forward-looking statements. Although AWS believes that its expectations reflected in these forward looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements. Important factors that could cause actual results to differ from these forward-looking statements are disclosed under the heading "Risk Factors" and elsewhere in the corporation's periodic filings with Canadian securities regulators.