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ARROWSTAR CLARIFIES DISCLOSURE

Vancouver, B.C. – March 1, 2017 – Phillip Thomas, President of Arrowstar Resources Ltd. (“Arrowstar” or the “Company”) (TSXV:AWS) announces that as a result of a continuous disclosure review by the British Columbia Securities Commission (“BCSC”), it is issuing the following news release to clarify its disclosure regarding its Secret Pass project.

Specifically, the Company disclosed in the Company’s Management Discussion and Analysis (“MDA”) with effective dates of August 25 and November 14, 2016 and on the Company’s web site under the heading Secret Pass Gold project a historical estimate that did not comply with the disclosure requirements of section 2.4 of NI 43-101. The Company would like to clarify the historical estimates are historical and the Company has no current mineral resources on the Secret Pass gold project. A qualified person has not done sufficient work to classify any historical estimates as current mineral resources.

The Company disclosed on the homepage of its website “*Company building on historical resources*”. This statement indicates the Company is treating historical estimates as a current resource which is contrary to NI 43-101. A qualified person has not done sufficient work to clarify any historical estimates as current mineral resources. This information has been removed from the Company’s website as it could potentially be misleading.

The Company clarifies that information disclosed in the Company’s Corporate Presentation dated October 26, 2016 and was located on the Company’s website refers to mine modelling, mine design and processing options for the Secret Pass property. The Company does not have a current mineral resource supported by a technical report. The Company acknowledges the disclosure of ongoing mining studies prior to establishing mineral resources is premature and could be misleading, contrary to established industry best practices and contrary to the definitions of mining studies as incorporated into NI 43-101. The information has been removed from the Company’s Corporate Presentation and website.

The Company clarifies that information contained in its Corporate Presentation discloses that its 10 hole drill program will “*enable us to write a measured, indicated and inferred mineral resource statement*”. This statement is contrary to NI 43-101 and could potentially be misleading. The expected estimation and classification of a mineral resource cannot be determined until the drilling is complete and an independent qualified person does the required work to estimate and classify a mineral resource. The Company retracts this statement and has removed it from its Corporate Presentation.

The Company clarifies information in its September 30, 2016 MDA. The Company states that “*the Company has completed Phase One of its Secret Pass exploration program*”. The Company reported in its Financial Statements dated September 30, 2016 it had incurred exploration expenditures on the Secret Pass project of \$82,188 compared to a budget of US\$200,000. The Company was able to complete Phase One of the exploration program under budget. The Company was able to source additional data that was discovered on site that was previously not known. The Company obtained additional mapping data, completed an exhaustive literature study, spent time with the BLM and State Lands department in

Arizona and was able to source significant volumes of work completed from 1995-2005 by various geologists including a geologist who worked for the Geological Survey and completed a six year project on the area. As a result, the Company was not required to do geophysics, trenching (a major report was found on work completed), mapping, and a full sample analysis. The budget on the trenching alone was US\$33,000.

Qualified Person

Phillip Thomas, BSc Geol, MBusM, MAIG, MCIM MAIMVA, CMV a Qualified Person as defined under NI 43-101 regulations, has reviewed the technical information that forms the basis for portions of this news release, and has approved the disclosure herein. Mr. Thomas is not independent of the Company as he is an Officer and a shareholder.

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.