
FOR IMMEDIATE RELEASE
August 15, 2016

NEWS RELEASE

SHEWASHAN OPERATIONS UPDATE

Vancouver, BC, Canada – Range Energy Resources Inc. (“**Range**” or the “**Company**”) (CSE: RGO) (FWB: YGK) announced today that, Gas Plus Khalakan (“**GPK**”), the sole contractor of the Khalakan PSC in the Kurdistan Region of Iraq, issued an operations update regarding the Shewashan field.

The GPK Shewashan operations update provides details regarding key events and activities that have occurred as well as activities that are anticipated to occur over the near term, including:

- **Oil Production:** The Shewashan – 2 well continues to produce with a current rate of circa 4,000 bopd and the production from both wells is sold into the domestic refinery market via existing topside production facilities and tanker trucks. GPK anticipates total field production to reach the target 10,000 bopd early next year when Shewashan – 4 will come on stream. Proceeds for oil sales from initial production in April through to end June 2016 have been invoiced and agreed with the MNR. These invoices are expected to be settled shortly and on a monthly basis going forward;
- **Shewashan-1 Sidetrack:** The Shewashan – 1 Sidetrack well was successfully drilled and recompleted as a horizontal producing well in the Qamchuga formation. The well is currently producing approximately 500-700 bopd and the well completion may require further stimulation to reach expected predrill production estimates based upon the original Shewashan-1 vertical well. The Shewashan – 1 vertical well bore remains a future candidate for additional horizontal sidetrack wells or a recompletion of the Shewashan – 1 Sidetrack horizontal sidetrack to further enhance the well’s productive capacity;
- **Drilling Activity:** The Shewashan – 3 well has now spudded and this well will again target the productive Cretaceous formations as a vertical producer. The well is anticipated to be completed in Q4 2016 with an estimated budget of USD 16 million. The vertical Shewashan-4 well is due to be drilled later this year to accelerate Phase 1 production in the Cretaceous and test the deeper unexplored Jurassic reservoirs;
- **Khalakan PSC:** GPK and the KRG Ministry of Natural Resources have agreed to adjustments that GPK believes brings the Khalakan Production Sharing Contract in line with other PSC terms in respect to the infrastructure payment arrangement and which is neutral to the contractor at current oil prices; and
- **Reserve Report:** GPK intends to engage DeGolyer and MacNaughton to update its June 2015 reserve audit during Q4 2016. Based on the productivity of the Cretaceous reservoir and some new mapping since the last reserve audit, we expect a modest increase in calculated reserves.

Mr. Toufic Chahine, Chairman of Range, commented: “Steady progress continues to be made on the Shewashan field. We are pleased to hear that GPK is actively working to settle invoiced amounts for produced oil. Production and the receipt of sales proceeds will represent a significant milestone for Range and the development of the Shewashan field. Furthermore, drilling activity continues to further delineate the Shewashan field with the Shewashan-3 well currently drilling away and the Shewashan-4 well to follow with targets in both the cretaceous and the lower, unexplored formations.”

The full text of the GPK Operations Update can be accessed here:

<http://www.oilvoice.com/n/Gas-Plus-Khalakan-provides-operational-update-on-Khalakan-block/90ff05a90c8f.aspx>

The Company is a 24.95% indirect shareholder of GPK through its ownership of 49.9% of the shares of New Age Alzarooni 2 Limited (“NAAZ2”). NAAZ2 owns 50% of the shares of GPK.

For further information on Range Energy Resources Inc., please visit the Company’s web site at www.rangeenergyresources.com.

On Behalf of the Board of Directors:

Toufic Chahine

Chairman

Tel: 604-688-9600

Fax: 604-687-3141

Email: range@rangeenergyresources.com

This news release contains certain statements that may be deemed to include “forward-looking statements”. Forward looking statements are statements that are not historical facts and are generally, but not always, identified by the words “expects”, “plans”, “anticipates”, “believes”, “intends”, “estimates”, “projects”, “potential” and similar expressions, or that events or conditions “will”, “would”, “may”, “could” or “should” occur. Although Range Energy believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results may differ materially from those in forward looking statements. Forward looking statements are based on the beliefs, estimates and opinions of Range Energy’s management on the date the statements are made. Except as required by law, Range Energy Resources Inc. undertakes no obligation to update these forward-looking statements in the event that management’s beliefs, estimates or opinions, or other factors, should change.