



ECHELON
PETROLEUM

ECHELON PETROLEUM CORP.

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December 15, 2014

Trading Symbol: ECH – (TSX.V)

ECHELON PROPOSES SHARE CONSOLIDATION

December 15, 2014, Vancouver, BC – Echelon Petroleum Corp. (“Echelon” or “the Company”) announces that it is proposing a consolidation (the "**Share Consolidation**") of its issued and outstanding common shares (the "**Pre-Consolidation Shares**") at such ratio the directors determine, to a maximum of one (1) new common share for every six (6) Pre-Consolidation Shares currently issued and outstanding (the "**Post-Consolidation Shares**").

Currently there are 2,947,361 Pre-Consolidation Shares of the Company issued and outstanding. On a post-consolidated basis, assuming a full one (1) for six (6) consolidation, the Company anticipates that there would be approximately 491,227 Post-Consolidation Shares issued and outstanding.

The Share Consolidation is subject to approval of the TSX Venture Exchange (“**TSXV**”) and the Company’s shareholders, and therefore will be proposed to shareholders at the Company’s upcoming annual general and special meeting to be held on January 7, 2015.

The Board of Directors of the Company is of the view that a consolidation of the Company’s common shares will provide the Company with greater flexibility for future corporate activities, enhance the marketability of securities of the Company as an investment and lead to increased interest by a wider audience of potential investors, resulting in additional financings to fund operations in the future.

No fractional Post-Consolidation Shares will be issued as a result of the Share Consolidation. If, as a result of the Share Consolidation, the holder of common shares would otherwise be entitled to a fraction of a Post-Consolidation Share, the number of post-consolidation shares issuable to the shareholder shall be rounded up in the event the shareholder was entitled to a fractional share equivalent to one-half or more of a Post-Consolidation Share and shall be rounded down in the event the shareholder was entitled to a fractional share equivalent to less than one-half of a Post-Consolidation Share.

In addition, the exercise price and number of common shares of the Company issuable upon the exercise of outstanding options, warrants and other convertible securities will be proportionally adjusted upon the implementation of the proposed Share Consolidation.

If the shareholders approve the Share Consolidation, the Board of Directors will have the authority, in its sole discretion, to determine whether or not to implement the Share Consolidation, and to set the consolidation ratio. If the Board decides to implement the Share Consolidation, the Company will promptly make the required filings with the TSXV. The Share Consolidation will be effective on the date on which the Board determines to carry out the Share Consolidation after receiving the acceptance of the TSXV.

The Company does not intend to change its name or seek a new stock trading symbol from the TSXV in connection with the Share Consolidation.

Further details with regard to the background, reasoning and effect of the proposed Share Consolidation are contained in the Company's information circular dated for the upcoming annual general and special meeting, a copy of which was mailed to shareholders and is available under the Company's profile at www.sedar.com or upon request to the Company.

ON BEHALF OF THE BOARD

ECHELON PETROLEUM CORP.

Per: "Eric Boehnke"
Eric Boehnke, CEO

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Certain statements contained in this news release constitute "forward looking statements". When used in this news release, the words "may", "would", "could", "will", "intend", "plan", "propose", "anticipate", "believe", "forecast", "estimate", "expect" and similar expressions, as they relate to the Company or its management, are intended to identify forward-looking statements. Such statements reflect the Company's current views with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause the Company's actual results, performance or achievements to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements. Given these risks and uncertainties, readers are cautioned not to place undue reliance on such forward-looking statements. The Company does not intend, and does not assume any obligation, to update any such factors or to publicly announce the result of any revisions to any of the forward-looking statements contained herein to reflect future results, events or developments except as required by law.