



May 16, 2016

**RED ORE GOLD INC. ANNOUNCES
REVOCATION OF CEASE TRADE ORDERS;
COMPLETES NON-BROKERED PRIVATE PLACEMENT;
CORPORATE UPDATE**

West Vancouver, BC - (May 16, 2016) - Red Ore Gold Inc. (**Red Ore** or the **Company**) is pleased to announce that cease trade orders issued by the British Columbia Securities Commission, (the **BCSC**), the Ontario Securities Commission (the **OSC**) and the Alberta Securities Commission (the **ASC**) against the Company (collectively, the **Cease Trade Orders**) have been revoked.

In 2014, the BCSC, OSC and ASC issued the Cease Trade Orders against Red Ore as a result of Red Ore not filing various continuous disclosure documents. The Company's continuous disclosure file is now current and may be viewed on SEDAR.

The Company received a revocation of the Cease Trade Orders on May 16, 2016.

Further to its press release on March 14, 2016, the Company is also pleased to announce that it has completed a non-brokered private placement of units of the Company (**Units**) pursuant to which an aggregate of 4,350,000 Units were sold at a price of \$0.025 per Unit for aggregate gross proceeds of \$108,750 (the **Offering**).

The Units are comprised of one (1) common share of the Company and one (1) common share purchase warrant (a **Warrant**). Each Warrant entitles the holder to purchase one additional common share for a period of two years from the date of issuance at a price of \$0.033 per share.

The Offering was conducted in accordance with the terms of a partial revocation order (the **Partial Revocation**) of a cease trade order issued by each of the BCSC, OSC and ASC on March 11, 2016.

As at the date hereof, Red Ore's authorized share capital consists of:

- (i) an unlimited number of common shares, of which 26,180,227 common shares are issued;
- (ii) an unlimited number of preference shares of which none are issued and outstanding; and
- (iii) 4,350,000 Warrants exercisable at a price of \$0.033 per share prior to May 9, 2018.

Red Ore intends to hold an annual meeting of shareholders within 90 days of the revocation of the Cease Trade Orders and will prepare a management information circular which will be mailed to shareholders and filed on SEDAR.

Since the date of the Cease Trade Orders, the Company has conserved its cash resources as much as possible and has only expended sufficient monies to maintain its corporate status. Management explored a number of different methods for advancing the status of its properties but was unable to securing financing or identify prospective partners for a joint venture arrangement.

Due to poor commodity market conditions and the continued difficult fundraising environment for junior resource issuers in Canada, the Company is considering abandoning its activities in the mining sector. To that end, it has sold its property interest in its Bottle Creek property to an arm's length buyer for nominal consideration. The Company, however, will continue to investigate properties of merit should they become available and will seek additional equity as part of that process. The Company, however, will also consider opportunities in all other business sectors if they show potential to create value for shareholders.

Additional information relating to the Company can be found on SEDAR at www.sedar.com.

CAUTIONARY STATEMENTS

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.

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