

Montego Resources Inc.

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Montego AND CACHE SIGN LOI FOR KIYUK LAKE GOLD PROPERTY

Vancouver, B.C. – January 6, 2017 – **Montego Resources Inc. (CSE: MY)** (the “Company” or “Montego”) is pleased to announce that the Company has entered into a letter of intent with Cache Exploration Inc. (“Cache”) whereby the company will acquire all of Montego's right, title, interest, and obligations in and to the Kiyuk Lake property in Nunavut, Canada. The Company and Cache have agreed to work in good faith to execute a definitive agreement.

The LOI is contingent on the Company completing satisfactory due diligence, and both parties obtaining all necessary corporate and regulatory approvals. Cache shall have the right to earn a one-hundred (100%) percent interest in and to the Property in consideration for cash payments of \$500,000, as follows: (a) \$200,000, on or before the date which is forty five (45) calendar days from the date of execution of the LOI; (b) an additional \$200,000 cash, on or before the date which is six (6) months from the date of execution of the Definitive Agreement; and (c) an additional \$100,000 cash, on or before the date which is twelve (12) months from the date of execution of the Definitive Agreement.

Kiyuk Lake property is 491-square-kilometre property located in southern Nunavut, 400 kilometres north of Lynn Lake. Montego holds a 100-per-cent interest in the property, subject to a 2-per-cent net smelter return royalty to the original property vendor.

ON BEHALF OF THE BOARD OF MONTEGO RESOURCES INC.

“Kenneth Tollstam”

CEO

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This press release includes “forward-looking statements” including forecasts, estimates, expectations and objectives for future operations that are subject to a number of assumptions, risks and uncertainties, many of which are beyond the control of Montego Resources Inc. Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in the forward-looking statements. Such forward-looking information represents management’s best judgment based on information currently available. No forward-looking statement can be guaranteed and actual future results may vary materially. Montego Resources Inc. does not assume the obligation to update any forward-looking statement, except as required by applicable law.