

NEXCO RESOURCES INC.

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Trading Symbol: NXU

NEXCO ANNOUNCES PRIVATE PLACEMENT AND ENGAGEMENT OF AESL

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Vancouver, British Columbia, August 22, 2018. Nexco Resources Inc. (the “Company”) is pleased to announce a non-brokered private placement (the “Private Placement”) to raise gross proceeds of up to \$800,000 to the Company and the Company’s engagement of Advantage Energy Services Ltd. (AESL) of Calgary, Alberta.

Engagement of AESL

The Company has engaged AESL, a consulting group, to assist the Company in identifying strategic oil and gas assets in Western Canada that can be leveraged to increase shareholder value.

AESL has specialized in the acquisition and support of oil and gas assets and production optimization since 1991. Over the past 26 years, AESL has created numerous strategic joint ventures and acquisition strategies with their clients to create over \$400 million in value by working existing assets into greater value situations. Earl Hickok, the founder of AESL, stated “AESL is excited to work with Nexco in the coming months to establish a foundation for rapid growth and value creation”.

Private Placement

Pursuant to the terms of the Private Placement, the Company will issue up to 5,333,333 units (each, a “Unit”) in the capital of the Company at a purchase price of \$0.15 per Unit. Each Unit will be comprised of one common share of the Company (a “Common Share”) and one-half of one Common Share purchase warrant (each whole warrant, a “Warrant”). Each Warrant will be exercisable to purchase an additional Common Share (a “Warrant Share”) at an exercise price of \$0.30 per Warrant Share for a period of three years from the closing date of the Private Placement.

The Company intends to use the net proceeds of the Private Placement for general working capital purposes and pursue mineral property assets for acquisition.

The Company may pay finders’ fees (the “Finder’s Fee”) in connection with the Private Placement in accordance with the rules and policies of the Canadian Securities Exchange (“CSE”).

The securities issued in connection with the Private Placement will be subject to a four month hold period in accordance with Canadian securities laws. The closing Private Placement and the payment of any Finders’ Fee are subject to the acceptance of the CSE.

This news release does not constitute an offer to sell or a solicitation of an offer to buy the securities described herein in the United States. The securities described herein have not been and will not be registered under the United States Securities Act of 1933, as amended, or any state securities laws and may

not be offered or sold in the United States or to the account or benefit of a U.S. person absent an exemption from the registration requirements of such Act.

ON BEHALF OF THE BOARD

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This news release contains “forward-looking statements” within the meaning of the United States private securities litigation reform act of 1995 and “forward-looking information” within the meaning of applicable Canadian securities legislation. Such forward-looking statements and information herein include but are not limited to statements regarding the completion of the Private Placement, the intended use of the proceeds of the Private Placement, the continued engagement of the AESL by the Company and potential acquisition by the Company of strategic oil and gas assets. Nexco does not intend to, and does not assume any obligation to update such forward-looking statements or information, other than as required by applicable securities laws.

Forward-looking statements are based on assumptions management believes to be reasonable, including but not limited to: the continued operation of Nexco’s exploration operations, no material adverse change in the market price of commodities, and such other assumptions and factors as set out herein. Although Nexco has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements or information, there may be other factors that cause results to be materially different from those anticipated, described, estimated, assessed or intended. There can be no assurance that any forward-looking statements or information will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements or information. Accordingly, readers should not place undue reliance on forward-looking statements or information.