



Kraken Energy Receives Permit to Resume Phase I Drill Program at Harts Point and Provides Corporate Update

Vancouver, British Columbia - Dec 28th, 2023 - Kraken Energy Corp. (CSE: UUSA; OTCQB: UUSAF; FSE: F2C) (the “Company” or “Kraken”) is pleased to report that the Company has received approval to resume their Phase I drill program at the Harts Point Uranium Property (“Harts Point” or the “Property”) in Southern Utah.

With a revised and approved exploration permit, the Company will drill the property from two pad locations over a 5 km strike length targeting the favorable uranium bearing Chinle Formation host rock where three historical oil and gas wells returned “off-scale” radioactivity. Upon favorable results, the Company intends to continue the drill program to further evaluate the mineralized trend.

As a result of this development, management has made the strategic decision to reallocate resources from drilling at the Apex Uranium Property (“Apex”) to the resumption of drilling at Harts Point.

CEO Matthew Schwab stated: “We are excited to be resuming our Phase I drilling program at Harts Point in Utah and we believe the site to be extremely promising in the short-term. Regarding Apex, we anticipate resuming drilling there once the property is fully permitted, including the US Forest Service portions. While we are encouraged by the continued exploration at Apex, we believe that we can run our drill program more effectively and efficiently once we have the property fully permitted. As such, Harts Point will be our immediate focus moving into 2024.”

Harts Point Property Highlights:

- **World class uranium jurisdiction:** located in the center of the Colorado Plateau, which has produced **over 328 million (“M”) pounds (“lbs”) U_3O_8 at 0.2 to 0.4% U_3O_8** since the 1950s¹.
- Property consists of **324 lode mining claims** on Bureau of Land Management (“BLM”) ground that covers an area of **2,622 hectares (“ha”) (6,480 acres)**.
- **Harts Point Anticline is Analogous to the Lisbon Valley Anticline:** where the Lisbon Valley Uranium District hosted **17 large uranium mines which produced approximately 80M lbs U_3O_8 at 0.34% U_3O_8** from 1948 to 1988².
 - The dimensions of these tabular sandstone-hosted uranium deposits range from **2 to 13 meters (“m”) (7 to 43 feet) thick, 100 to 3,048 m (328 to 10,000 feet) long, and 31 to 427 m (100 to 1,400 feet) wide**³.
- **Significant Historic Uranium Production:**
 - Several historic mines located 11 km (7 miles) west of the Harts Point Property produced approximately **280,000 lbs U_3O_8 at 0.3% U_3O_8** from the **favorable Chinle Formation host rock**⁴.
 - The Lisbon Valley Anticline is located 31 km (19 miles) to the east of the Harts Point Property produced approximately **80M lbs U_3O_8 0.34% U_3O_8** ².
- **Historic Exploration: Three wide-spaced historic oil and gas wells on the Property** (Figure 1) along the east flank of the Harts Point Anticline **show ‘off-scale’ radioactivity within the favorable Chinle Formation host rock.**

- Drilled between 1953 and 1980, historic drill holes 43-037-10438, 43-037-30109, and 43-037-30623 showed off-scale radioactivity readings between 2.1 to 3.7 m thickness (7 to 12 feet) from depths of 390 to 417 m (1,280 to 1,368 feet).
- **Excellent Infrastructure:** located approximately **64 km (40 miles) north of the White Mesa uranium processing facility**.
 - There is also excellent access throughout the Property, which is situated 45 km (28 miles) from the town of Monticello, Utah.

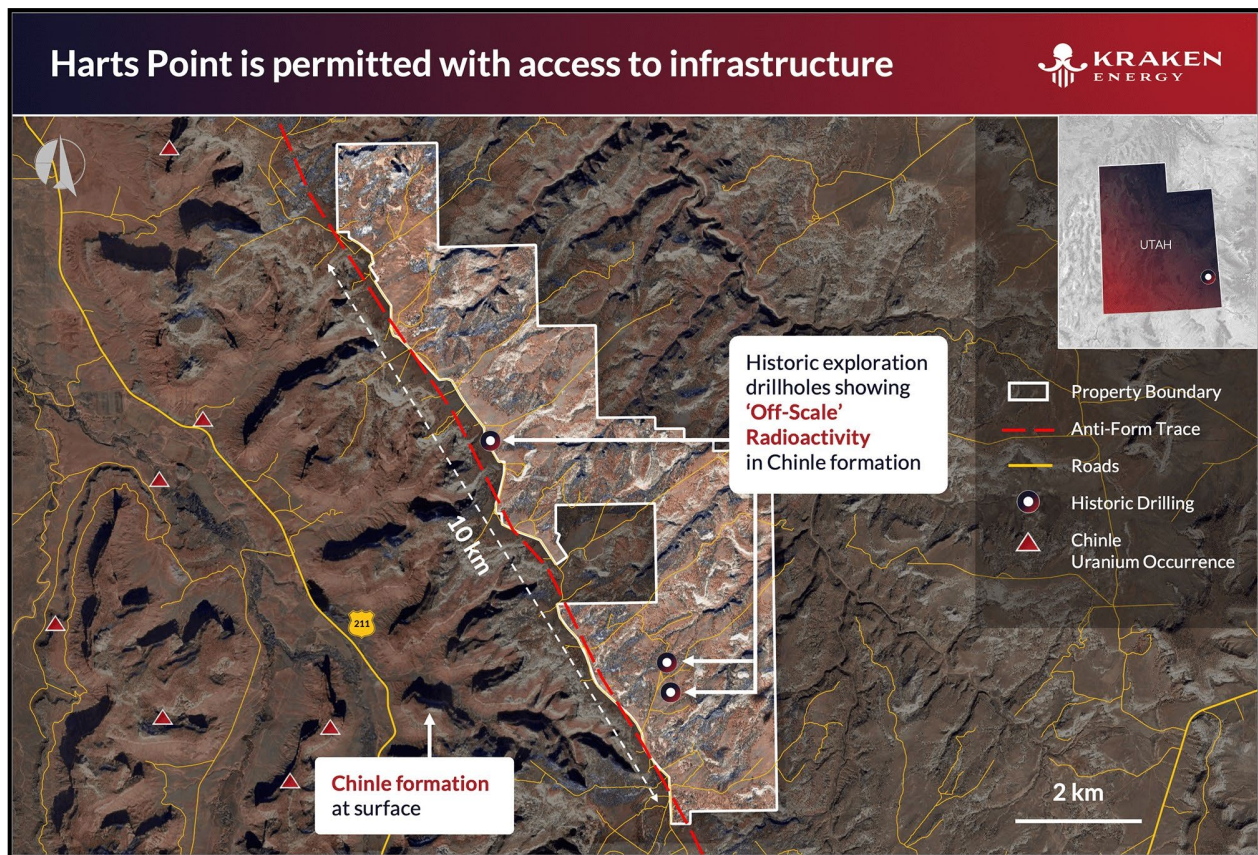


Figure 1: Harts Point Property with Local Uranium Occurrences

Apex Drilling Summary:

A total of 873.5 meters (“m”) were drilled over three holes during the recent drilling program at the Apex Uranium Property. None of the three drill holes intersected bedrock and all three drill holes were abandoned at roughly 300 m depth. Target depths for this program were based on a geophysical inversion of the VTEM data collected in 2022 where the depth to basement was indicated between 50 to 150 m depth in the areas of interest.

The geophysical targets and strong radon anomalies west of the Apex Mine still hold strong technical and geological merits, but due to the variance in target depths the decision was made to pause drilling and reevaluate targeting on the property.



Frankfurt Listing:

The Company is pleased to announce the listing of its shares on the Frankfurt Stock Exchange ("FSE"). Kraken's shares trade under the symbol FSE: F2C.

The FSE is one of the world's largest international trading centers for securities. Operated by the Deutsche Boerse AG, FSE, is the largest of Germany's seven stock exchanges, and is responsible for approximately 90 percent of all securities traded in Germany. The FSE facilitates advanced electronic trading, settlement and information systems and enables cross-border trading for international investors.

References:

- ¹ Holger Albrethsen, Jr. and Frank E. McGinley (1982). Summary History of Domestic Procurement Under U.S. Atomic Energy Commission Contracts, September 1982.
- ² Chenoweth, W.L. (1990). Lisbon Valley, Utah's Premier Uranium Area, a Summary of Exploration and Ore Production. Utah Geological Survey Open File Report 188, July 1990.
- ³ Gordon W. Weir and Willard P. Puffett (1981). Incomplete manuscript on stratigraphy and structural geology and uranium-vanadium and copper deposits of the Lisbon Valley area, Utah-Colorado. Open-File Report 81-39. Pages 153 to 163. United States Department of the Interior Geological Survey.
- ⁴ Chenoweth, W.L. (1993): The geology and Production History of the Uranium deposits in the White Canyon Mining District, San Juan County, Utah, Utah Geological Survey Miscellaneous Publication 93-3.

Technical Information:

All scientific and technical information in this news release has been prepared by or reviewed and approved by Matthew Schwab, P.Geo., President and CEO of the Company, and Garrett Ainsworth, P.Geo., Chairman of the Company. Each of Mr. Schwab and Mr. Ainsworth is a Qualified Person for the purposes of National Instrument 43-101 - Standards of Disclosure for Mineral Projects.

The data disclosed in this news release is related to historical drilling results. Kraken has not undertaken any independent investigation of the sampling, nor has it independently analyzed the results of the historical exploration work in order to verify the results. Kraken considers these historical drill results relevant as the Company is using this data as a guide to plan exploration programs. The Company's current and future exploration work includes verification of the historical data through drilling.

About the Harts Point Property:

Harts Point is located in the center of the Colorado Plateau, referred to by some as "the Athabasca Basin of the US" and is 64 kilometers ("km") (40 miles) north of the White Mesa Uranium Mill, the only fully licensed and operating conventional uranium mill in the United States. The Property consists of 324 lode mining claims on Bureau of Land Management ("BLM") ground and drill permits are in place for up to 20 exploration drill holes.



About Kraken Energy Corp.:

Kraken Energy Corp. is a new energy company advancing its portfolio of high-grade uranium properties in the United States. The Company is advancing its 100%-owned Apex Uranium Property, located 280 km (174 miles) east from Reno, Nevada which is recognized as Nevada's largest past-producing uranium mine. The Company has additionally entered into an option agreement to earn 100% of the Garfield Hills Uranium Property. The past-producing Garfield Hills Uranium Property covers 1,238 ha (3,060 acres) and is located 19 km (12 miles) east of Hawthorne in Mineral County, Nevada. Kraken Energy has also recently staked the Huber Hills Uranium Property, located 136 km (85 miles) north of Elko, Nevada which covers 1,044 ha (2,580 acres) and encompasses the historic Race Track open pit mine. The Company has recently entered into an option agreement to earn 75% of the Harts Point Uranium Property. The Harts Point Uranium Property covers 2,622 ha (6,480 acres) and is located 49 km (30 miles) northwest of Monticello in San Juan County, Utah.

For more information about the Company, please visit: www.krakenenergycorp.com.

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This news release contains forward-looking information which is subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ from those projected in the forward-looking statements. Forward-looking statements in this press release include our plans for exploration at the properties. These forward-looking statements are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking information. Risks that could change or prevent these statements from coming to fruition include changing costs for mining and processing; increased capital costs; the timing and content of upcoming work programs; geological interpretations based on drilling that may change with more detailed information; potential process methods and mineral recoveries assumption based on limited test work and by comparison to what are considered analogous deposits that with further test work may not be comparable; the availability of labour, equipment and markets for the products produced; and despite the current expected viability of the project, conditions changing such that the minerals on our property cannot be economically mined, or that the required permits to build and operate the envisaged mine can be obtained. The forward-looking information contained herein is given as of the date hereof and the Company assumes no responsibility to update or revise such information to reflect new events or circumstances, except as required by law.