

Encore Energy, Inc. Expands Drilling Operations to Cumberland County, Kentucky

Bowling Green, Kentucky: (October 24, 2016) -

Encore Energy, Inc. announced today that the Company plans to drill four (4) initial wells in the Cumberland and/or Monroe counties area, as early as the 4th quarter of 2016, to test multiple oil carbonate formations that are believed to be proven productive in this area of south central Kentucky. As the most active operator in south central Kentucky, Encore has drilled thirty-two (32) wells in northern Warren County and has a lease acreage position approaching ~15000 acres in Warren, Ohio, Edmonson, Butler and Cumberland counties, Kentucky. The Company is currently developing a 2016 30-well program, which includes immediate plans to drill four (4) wells in close proximity to the Burnette #2 that tested at an initial reported test rate of 40 BO per hour and 1.1 million cubic of feet gas per day.



"The Company is excited about the opportunity for this new strategic area and has a growing confidence in a strong recovery for the price of crude oil, said Steve Stengell", Encore's President, CEO and Chairman. "The price increase and the long-term tightening supply of oil along with the buying opportunities provided by the previous price downturn, have provided us with the growth and momentum to become the most active operator in south central Kentucky and potentially, the largest producer and lease owner in the future", said Joseph Hooper, Encore's Executive Vice President and Director.

Oil and gas investments involve a high degree of risk, uncertainty and are suitable only for SEC defined accredited investors who are sophisticated in making investment decisions. The IRS allows these qualified investors to deduct 100% of their direct well investment (intangible drilling costs) against all forms of federal and state income (Reagan 1986 Tax Reform Act), which typically provide the investor with a ~40 - 50% immediate out-of-pocket tax savings in the first year. For more information, please contact Joseph Hooper at [\(270\) 842-1242, ext. 224](tel:2708421242) to see if you qualify as an SEC Accredited Investor.

Assumptions, Disclaimer and Cautionary Statement: The information herein may contain forward-looking statements, and actual results may vary. Oil and gas investments involve a high degree of risk, uncertainty and are only suitable for qualified Accredited ([SEC Definition](#)) investors who are sophisticated in making business decisions and can bear the financial loss of their entire investment, while delivering a turnkey profit to the Company for proving the prospect development, lease acquisition, drilling, completion, engineering and ongoing production operations. The Company does not provide tax advice and investors should seek the advice of their tax professional. Any tax and/or other information herein is provided for illustration purposes only and may include estimates that are uncertain and subject to change. It is impossible to accurately forecast profitability, production, reserves, income, expenses and timelines for any project. No assurances can be made as it relates to reserves, production, income, profit, prices, timelines and/or other estimates. Actual production and results are beyond the control of management. In the event that commercial production is achieved, it may take many years for the investor to recoup his or her investment. The Company's lease acreage position under is subject to change and includes acreage under lease, Farmout agreement, verbal agreement, renewals, expired terms and any other prospective acreage in which the Company has communicated and/or negotiated with the landowner the leasing of oil and gas rights, now or in the future, and the lease / mineral owner has leased or communicated their intent to lease there mineral lease rights to the Company. It is important for qualified investors to acknowledge the fact that the US government provides them with tax savings (100% IDC tax deduction) to mitigate or at least off-set some of the financial risk associated with domestic oil and gas investments. This is not an offer to sell or buy a security. An offer shall only be made pursuant to SEC Regulation D, Rule 506(c) by a private placement offering memorandum, and this is not a private placement offering memorandum.