

# BLIND CREEK RESOURCES LTD.

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TSX Venture Exchange  
Trading Symbol: "BCK"

## Shares for Debt Transaction

August 19, 2016

**Vancouver, BC** – Further to its press release of July 18, 2016, Blind Creek Resources Ltd. (the "**Company**") (TSXV: BCK) is pleased to announce that it has settled accrued debts aggregating in the amount of CDN\$494,397.16 by the issuance of 9,887,943 common shares in total at a deemed price of \$0.05 per share. The Company's choice to settle outstanding indebtedness with the issuance of common shares will preserve its funds for forward operations. The issuance of common shares has received approval from the TSX Venture Exchange and is subject to a 4-month hold period expiring on December 11, 2016.

Included in total share issuance of 9,887,943 common shares, as set out in the paragraph above, the Company settled accounts payable to three insiders by the issuance of, 9,243,243 common shares (the "**Insider Debt Settlement**"). As a result of the Insider Debt Settlement, J. Frank Callaghan, former President and CEO of the Company, received 8,563,243 common shares (representing \$428,162.16). Mr. Callaghan's debt was for outstanding management fees, expenses paid and cash advances. As a result of the issuance of the shares to Mr. Callaghan, he now owns a total of 58.02% of the common shares of the Company. The debt settlement transaction with Mr. Callaghan received disinterested shareholder approval on April 8, 2016. As part of the Insider Debt Settlement, Thomas Kennedy, CEO of the Company settled a \$24,000 debt by the issuance of 480,000 common shares and Andrew H. Rees, a director of the Company settled a \$10,000 debt by the issuance of 200,000 common shares.

The Insider Debt Settlement is considered to be a "related party transaction" as defined under Multilateral Instrument 61-101 ("**MI 61-101**"). The Company intends to rely on the exemptions from the valuation and minority shareholder approval requirements of MI 61-101 contained in sections 5.5(b) and 5.7(a) of MI 61-101 in connection with such issuance.

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On Behalf of the Board of Directors of Blind Creek Resources Ltd.

*“Thomas Kennedy”*

Thomas Kennedy,  
Chief Executive Officer

For further information please contact:  
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*Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.*