



Expander Receives Alberta Energy Regulator Approval to Build Canada's First Commercial Gas to Liquids Plant

Calgary, Alberta, (July 13, 2017) - James Ross, CEO of Expander Energy Inc. ("Expander"), is pleased to announce that Expander has received Alberta Energy Regulator approval to build and operate Canada's first commercial gas to liquids ("GTL") plant.

Expander, through its subsidiary, Rocky Mountain GTL Inc., intends to build the Enhanced GTL® ("EGTL™") plant at Carseland, Alberta to process ~5.0 MMscfe/d of natural gas and natural gas liquids into 500 bbl/d of paraffinic synthetic diesel and naphtha. This plant will incorporate a number of Expander enhancements in that it will be water neutral, generate excess power and convert process CO₂ into additional synthetic diesel.

Expander has entered into a multi-year natural gas supply agreement with Manito Energy Inc. (TSX Venture: MEI) ("Manitok") to provide feedstock from its Carseland gas plant to the Expander GTL plant. Under the terms of agreement, Manitok agrees to supply 3.7 to 5.0 MMscf/d or Btu equivalent of natural gas and natural gas liquids subject to available production and reserves. The GTL plant will provide incremental processing capacity to allow Manitok to increase its oil production in the area beyond its current plans. An offtake agreement is also in place for 100% of the synthetic diesel produced, to be marketed as SynDiesel®.

The two companies are reviewing the application of Expander's technologies to other Manitok properties exhibiting the same high gas liquids content in the production stream, such as the Stolberg and Willesden Green areas in west central Alberta. Expander's EGTL™ process is ideal for processing shale gas and solution gas, such as the Montenev and Duvernay, into higher value SynDiesel®.

The Expander GTL plant will be the first of its kind.

About Expander

Expander is a leading developer and licensor of processes to convert carbon sources into valuable synthetic fuels. Our engineered fuels are ultra-clean burning and complement existing transportation fuel infrastructure and current engine technologies. Our fuels reduce GHG emissions and are produced from carbon rich materials such as natural gas, biomass, bitumen residuals, petcoke and municipal solid waste. We strive to deliver an alternative, drop in fuel through patented technology to provide economic growth for Alberta and Canada while being environmentally conscious.

Expander has a team of energy industry professionals dedicated to developing and commercializing Carbon Management and Utilization solutions for Canada's energy industry. Expander is a privately-held energy company located in Calgary, Alberta, Canada.

For further information and licensing opportunities please contact['];

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