

Daybreak Announces Second Successful Oil Well – Extends Drilling Program To Seven Wells at California Oil Project

SPOKANE, Washington, May 15, 2013 -- Daybreak Oil and Gas, Inc. (OTCBB: DBRM) (“Daybreak” or the “Company”), a Washington corporation, is pleased to announce the results of the second well in the current drilling program at the East Slopes Project in Kern County, California. The Bear #6 well was drilled to 2,153 feet and we estimate there is approximately 25 feet of oil pay in the Vedder Sand. This drilling rig will now be moved to the Black #2 well location. The Company owns a 37.5% working interest in the Bear wells and a 33.75% working interest in the Black #2 well. A second drilling rig has arrived on the Company’s Sunday #5 location. The Sunday #5 well was spud on May 13, 2013, and drilling operations are currently underway. After the completion of the Sunday #5 well, the second rig will move to the Company’s Chimney prospect to drill the Chimney #1-1 exploratory well.

Production results for Bear #5, Bear #6, Sunday #5, and Black #2 will be announced when production testing is completed. These wells will be produced into the Company’s Sunday Central Processing Facility.

James. F. Westmoreland, President and Chief Executive Officer, commented, “As a result of our current success, and to maximize the use of the drilling rigs and equipment, the Company and its partners have elected to drill the Ball #2-11 during this current drilling program. The Ball #2-11 well will further define our Ball prospect discovery that we made two years ago. This well, if successful, will prove up several more development opportunities on this property.”

Daybreak Oil and Gas, Inc. is an independent oil and gas company engaged in the exploration, development and production of oil and gas in California. The Company is headquartered in Spokane, Washington with an operations office in Friendswood, Texas. Daybreak owns a 3-D seismic survey that encompasses 20,000 acres over 32 square miles with approximately 13,000 acres under lease in the San Joaquin Valley of California.

More information about Daybreak Oil and Gas, Inc., can be found at www.daybreakoilandgas.com.

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