

Daybreak Continues Development Success at California Oil Project

SPOKANE, Washington, May 20, 2013 -- Daybreak Oil and Gas, Inc. (OTCBB: DBRM) (“Daybreak” or the “Company”), a Washington corporation, is pleased to announce the results of the third well in the current drilling program at the East Slopes Project in Kern County, California. The Sunday #5 well was drilled to 2,044 feet and encountered approximately 20 feet of oil pay in the Vedder Sand. The Company owns a 37.5% working interest in the Sunday #5 well. This drilling rig has been moved to the Sunday #6 well which was spud on May 17, 2013. After the completion of the Sunday #6 well, the rig will move to the Company’s Chimney prospect to drill the Chimney #1-1 exploratory well.

The other drilling rig spud the Black #2 well on May 16, 2013 and is currently drilling.

James. F. Westmoreland, President and Chief Executive Officer, commented, “The use of our 3-D seismic has proved invaluable to us in pin-pointing the locations to drill these wells for optimum oil production. We are very pleased with our results and look forward to the growth in production, revenue and cash flow as we continue our drilling program.”

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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