

Bluestone Announces Drill Results Including 3.3 meters of 14.1 g/t Au and 2.3 meters of 25.4 g/t Au

January 24, 2019 – VANCOUVER, BRITISH COLUMBIA – Bluestone Resources Inc. (TSXV:BSR | OTCQB:BBSRF) ("Bluestone" or the "Company") is pleased to announce additional drill results from resource conversion drilling underway at its high-grade Cerro Blanco Gold project. The current mineral resource estimate as disclosed per Company press release dated September 11, 2018 contains 3.7 million tonnes grading 10.1 g/t Au in Measured and Indicated Resource categories (1,200,000 oz Au), as well as, 1.4 million tonnes grading 8.1 g/t (360,000 oz) in the Inferred category. The focus of the ongoing infill drill program is to upgrade the Inferred resources into Measured and Indicated categories.

Bluestone is nearing the completion of a Feasibility Study on the high-grade Cerro Blanco Gold project and expects to announce the results in the coming weeks.

Darren Klinck, President and CEO commented, “We continue to be encouraged by the drilling progress to date. The grades and widths of the main veins in these drill results continue to be consistent with our expectations based on what the Measured and Indicated portions of these veins have already identified.”

Two LM-75 diamond drill rigs are currently situated within the North Zone of the Cerro Blanco underground workings and are targeting specific veins in the upper part of the Cerro Blanco resource that can be converted to the Indicated resource category by infill drilling.

The primary focus of the program is to upgrade the Inferred resources identified during the previous infill drill program completed in 2018. In addition, this program is also designed to define new resources along known veins in the mine plan that extend outside of the current resource envelope.

Table 1. Significant Intercepts

HOLE ID	FROM (meters)	TO (meters)	CORE INTERVAL	TRUE WIDTH	Au g/t	Ag g/t	VEIN ID
UGCB18-104	69.40	70.71	3.3	3.3	14.05	45.93	VN_03
	77.90	78.95	1.1	1.1	8.1	51.5	
	84.00	88.42	4.4	4.3	7.0	20.1	VN_05
	101.30	102.6	1.3	1.3	5.9	38.6	
UGCB18-105	55.78	56.78	1.0	1.0	24.3	45.8	VN_01
	67.18	68.34	1.2	1.2	13.9	12.5	
	70.90	71.9	1.0	1.0	7.3	5.1	
	93.27	97.68	4.4	2.8	13.6	15.5	VN_02
UGCB18-106	35.2	36.2	1.0	1.0	12.4	67.1	
	105.9	108.2	2.3	2.3	25.4	238.8	VN_03
	114.2	116.4	2.2	2.2	6.1	42.8	VN_05
	131.1	132.1	1.0	1.0	5.3	46.0	VN_07
	141.2	142.2	1.0	1.0	5.1	54.6	VN_11

Notes: Intervals in bold are cited in the text of the news release. A complete table with hole coordinates and azimuth/dip information accompany the plan view attached to this release.

Hole UGCB18-104 was drilled at a positive angle (+13 degrees) and drilled through the lower contact of the Salinas Unit at 68.4 meters, a silicified conglomerate that forms a cap over the deposit. Vein VN_03 was intersected at 69.4 meters and assayed 3.3 meters at 14 g/t Au, and Vein VN_05 was intersected at 84 meters (4.4 meters at 7.0 g.t Au).

Hole UGCB18-105 was drilled at -18 degrees from the same platform as UGCB18-104 and confirmed Vein VN_02, assaying 2.8 meters at 13.6 g/t Au (true width). The same vein was intercepted in UGCB18-100 located 22 meters away (see Company press release dated January 9, 2019) and assayed 2.7 meters at 13.7 g/t Au, highlighting good continuity of grade and width, with the vein remaining open to the north-east. Additional structures intersected between veins VN_01 and VN_02, e.g., 13.9 g/t over 1.2 meters (67.2 - 68.3 meters) represent additional structures previously un-interpreted and requiring further definition.

Hole UGCB18-106 was successful in its objective of infill drilling VN_03 (2.3 meters at 25.4 g/t Au, 239 g/t Ag). Similar to UGCB18-104, this was also drilled at a positive angle (+38 degrees) and intercepted several veins hosted in the Salinas Unit, inclusive of VN_03, indicating that perhaps more veins continue upward into the silicified Salinas cap rocks than previously predicted. Other intercepts, e.g., 1 meter at 12.4 g/t Au (35.2 – 36.2 meters) are additional structures that require follow up.

Drilling is continuing and further results will be reported as received.

A plan view showing drill hole locations and cross sections can be accessed by clicking [HERE](#).

Quality Analysis and Quality Control

Assay results listed within this release were performed by Inspectorate Laboratories (“Inspectorate”), a division of Bureau Veritas, which are ISO 17025 accredited laboratories. Logging and sampling are undertaken on site at Cerro Blanco by Company personnel under a QA/QC protocol developed by Bluestone. Samples are transported in security-sealed bags to Inspectorate, Guatemala City, Guatemala, for sample preparation. Sample pulps are shipped to Inspectorate Laboratories in Vancouver, BC, Canada or Reno, NV, USA, and assayed using industry-standard assay techniques for gold and silver. Gold and silver were analyzed by a 30-gram charge with atomic absorption and/or gravimetric finish for values exceeding 5 g/t Au and 100 g/t Ag. Analytical accuracy and precision are monitored by the analysis of reagent blanks, reference material, and replicate samples. Quality control is further assured by Bluestone’s QA/QC program, which involves the insertion of blind certified reference materials (standards) and field duplicates into the sample stream to independently assess analytical precision and accuracy of each batch of samples as they are received from the laboratory. A selection of samples is submitted to ALS Chemex Laboratories in Vancouver for check analysis and additional quality control.

Qualified Person

David Cass, P.Geo., Vice President Exploration, is the designated Qualified Person for this news release within the meaning of National Instrument 43-101 and has reviewed and verified that the technical information set out above in this news release is accurate and therefore approves this written disclosure of the technical information.

About Bluestone Resources

Bluestone Resources is a mineral exploration and development company that is focused on advancing its 100%-owned Cerro Blanco Gold and Mita Geothermal projects located in Guatemala. The Cerro Blanco Gold Project, as disclosed in the Company's Cerro Blanco Preliminary Economic Assessment (“PEA”) which is available at www.sedar.com, returned robust economics with a quick pay back and all-in sustaining cash costs (as defined per World Gold Council guidelines, less corporate general and administration costs) in the first quartile. The Company trades under the symbol “BSR” on the TSX Venture Exchange and “BBSRF” on the OTCQB.

On Behalf of Bluestone Resources Inc.

"Darren Klinck"

Darren Klinck | President, Chief Executive Officer & Director

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Cautionary Language

The PEA is preliminary in nature, it includes inferred mineral resources that are considered too speculative geologically to have the economic considerations applied to them that would enable them to be categorized as mineral reserves, and there is no certainty that the PEA will be realized. Mineral resources that are not mineral reserves do not have demonstrated economic viability.

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.

Forward Looking Statements

This press release contains “forward-looking information” within the meaning of Canadian securities legislation and “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995 (collectively, “forward-looking statements”). All statements, other than statements of historical fact, that address activities, events or developments that Bluestone Resources Inc. (“Bluestone” or the “Company”) believes, expects or anticipates will or may occur in the future including, without limitation: the conversion of the inferred mineral resources; increasing the amount of measured mineral and indicated mineral resources; the proposed timeline and benefits of further drilling; the proposed timeline and benefits of the Feasibility Study; statements about the Company’s plans for its mineral properties; Bluestone’s business strategy, plans and outlook; the future financial or operating performance of Bluestone; capital expenditures, corporate general and administration expenses and exploration and development expenses; expected working capital requirements; the future financial estimates of the Cerro Blanco Project economics, including estimates of capital costs of constructing mine facilities and bringing a mine into production and of sustaining capital costs, estimates of operating costs and total costs, net present value and economic returns; proposed production timelines and rates; funding availability; resource estimates; and future exploration and operating plans are forward-looking statements. These forward-looking statements reflect the current expectations or beliefs of the Company based on information currently available to Bluestone and often use words such as “expects”, “plans”, “anticipates”, “estimates”, “intends”, “may” or variations thereof or the negative of any of these terms.

All forward-looking statements are made based on the Company’s current beliefs as well as various assumptions made by them and information currently available to them. Generally, these assumptions include, among others: the ability of Bluestone to carry on exploration and development activities; the price of gold, silver and other metals; there being no material variations in the current tax and regulatory environment; the exchange rates among the Canadian dollar, Guatemalan quetzal and the United States dollar remaining consistent with current levels; the presence of and continuity of metals at the Cerro Blanco Project at estimated grades; the availability of personnel, machinery and equipment at estimated prices and within estimated delivery times; metals sales prices and exchange rates assumed; appropriate discount rates applied to the cash flows in economic analyses; tax rates and royalty rates applicable to the proposed mining operation; the availability of acceptable financing; anticipated mining losses and dilution; success in realizing proposed operations; anticipated timelines for community consultations and the impact of those consultations on the regulatory approval process.

Forward-looking statements are subject to a number of risks and uncertainties that may cause the actual results of the Company to differ materially from those discussed in the forward-looking statements and, even if such actual results are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on, Bluestone. Factors that could cause actual results or events to differ materially from current expectations include, among other things: risks relating to variations in the mineral content within the mineral identified as mineral resources from that predicted; risks and uncertainties related to expected production rates, timing and amount of production and total costs of production; risks and uncertainties related to ability to obtain or maintain necessary licenses, permits, or surface rights; risks associated with technical difficulties in connection with mining development activities; risks and uncertainties related to the accuracy of mineral resource estimates and estimates of future production, future cash flow, total costs of production and diminishing quantities or grades of mineral resources; risks associated with geopolitical uncertainty and political and economic instability in Guatemala; risks and uncertainties related to interruptions in production; the possibility that future exploration, development or mining results will not be consistent with the Company’s expectations; uncertain political and economic environments and relationships with local communities; variations in rates of recovery and extraction; developments in world metals markets; risks related to fluctuations in currency exchange rates; as well as those factors discussed under “Risk Factors” in the Company’s Amended and Restated Annual Information Form.

Any forward-looking statement speaks only as of the date on which it was made, and except as may be required by applicable securities laws, Bluestone disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Although Bluestone believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to their inherent uncertainty. There can be no assurance that forward-looking statements will prove to be accurate, and actual results and future events could differ materially from those anticipated in such statements.