

Victory Nickel Offers Enhanced Frac Sand Products Proprietary Trican coating enhances safety, increases frac sand compressive strength

Toronto, December 12, 2016 – Victory Nickel Inc. ("Victory Nickel" or the "Company") (CSE: NI, www.victorynickel.ca) today announced that its subsidiary Victory Silica Ltd. ("Victory Silica") has entered into a non-exclusive, one-year renewable agreement (the "Agreement") with Trican Partnership ("Trican") under which Victory Silica can use Trican's proprietary DC-4 dust suppressant chemical treatment to coat its frac sand for sale to the Company's customers in North America.

"Victory Silica is committed to supplying its customers with the highest quality and most innovative products in the frac sand industry. By entering into this agreement, Victory Silica adds a dust suppressed frac sand product offering thereby enhancing its ability to broaden its customer base and enter new markets," said Ken Murdock, CEO of Victory Silica.

Trican markets its DC-4-coated frac sand under the name CleanProp™, and states that DC-4 is non-toxic and chemically inert allowing the resulting dust suppressant coated proppant to be safe to handle and compatible with all other chemicals that will be used in a fracturing fluid system. DC-4 reduces the amount of airborne visible dust or invisible crystalline silica that can result from transferring, agitating, moving sand/silica. Other advantages to using DC-4-coated frac sand over untreated natural sand include increased sand compressive strength, reduced equipment abrasion, and increased proppant conductivity.

Although DC-4-coated sand will reduce the amount of airborne dust and crystalline silica, PPE such as respirators should always be used to prevent worker exposure crystalline silica dust.

Change in CFO

Victory Nickel today announces that Mr. Steven Cresswell has resigned as Chief Financial Officer of the Company to pursue other opportunities. Mr. René Galipeau, CEO and Vice-Chairman has been appointed as the Interim Chief Financial Officer of the Company, pending the selection of a permanent Chief Financial Officer. During his career, Mr. Galipeau has served as Chief Financial Officer of numerous public companies in the mining industry.

Mr. Galipeau commented: "We appreciate Steve's contributions to Victory Nickel, and wish him well in the future as he pursues other opportunities."

About Trican

Headquartered in Calgary, Alberta, Trican provides a comprehensive array of specialized products, equipment and services that are used during the exploration and development of oil and gas reserves.

About Victory Nickel

Victory Nickel Inc. is a Canadian company with four sulphide nickel deposits containing significant NI 43-101-compliant nickel resources and a significant frac sand resource at its Minago project. Victory Nickel is focused on becoming a mid-tier nickel producer by developing its existing properties, Minago, Mel and Lynn Lake (currently under option to Corazon Mining Ltd.) in Manitoba, and Lac Rocher in northwestern Québec. Through a wholly-owned subsidiary, Victory Silica Ltd., Victory Nickel at its 7P Plant frac sand processing facility in Seven Persons Alberta, has established itself in the frac sand business prior to commencing frac sand production and sales from Minago.

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