

TORONTO, Oct. 31, 2016 /CNW/ - [Encanto Potash Corp.](#) ("Encanto" or the "Corporation") (TSXV: EPO) is pleased to announce it has closed a non-brokered private placement of 20,588,235 flow-through shares (the "Offering") at a price of \$0.085 per share for gross proceeds of \$1,750,000. The flow-through shares are subject to a hold period expiring March 1, 2017. Finder's fees of \$105,000 to Secutor Capital Management Corp. were paid in connection with the Offering. Proceeds will be used towards the continued exploration and development of Encanto's Muskowekwan property in Saskatchewan.

ABOUT ENCANTO:

[Encanto Potash Corp.](#) is a TSX Venture Exchange listed and traded Canadian resource company engaged in the development of potash properties in the Province of Saskatchewan, Canada, the largest producing potash region in the world. Through a joint venture agreement with Muskowekwan Resources Ltd. on our flagship property, Encanto has a project land package which totals approximately 61,000 largely contiguous acres. A Pre-Feasibility Study dated February 28, 2013 titled "[Encanto Potash Corp.](#) Technical Report Summarizing the Preliminary Feasibility Study for the Muskowekwan First Nations Home Reserve Project in South Eastern Saskatchewan, Canada" confirms the Proven & Probable KCI Reserves totaling 162 MMt grading 28% which supports primary and secondary mining for over 50 years at an assumed annual rate extraction rate of 2.8 million tonnes.

The Corporation has a 5% interest in the 55,000 acre Ochapowace/Chacachas property also located in Saskatchewan.

The technical content of this news release has been reviewed and approved by James Walchuck, a qualified person as defined by NI 43-101.

For additional information about Encanto Potash Corp., please visit the Corporation's website at www.encantopotash.com or review the Company's documents filed on www.sedar.com.

ON BEHALF OF THE BOARD OF DIRECTORS

"Norman Brewster"
Per: Norman Brewster
CEO and Director

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SOURCE [Encanto Potash Corp.](#)

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