



ROYALE ENERGY, INC.
NASDAQ : ROYL
NEWS FOR IMMEDIATE RELEASE

ROYALE ANNOUNCES POSITIVE OPERATING INCOME

San Diego, October 28, 2015 - Royale Energy, Inc. (NASDAQ: ROYL) today announced its third quarter 2015 results, in which it posted \$21,372 in operating income for the three months ending September 30, 2015 despite the worst energy market in recent history. This accomplishment overcomes a sharp decline in natural gas prices and declining production.

In response to the deterioration of the sector, Royale has been able to reduce General and Administrative expenses by over 17% from the same quarter last year, and has achieved an 11% reduction in Lease Operating expenses for the three months ending September 30, 2015 when compared to the same period in 2014.

The company is optimistic that it can overcome this phase of the industry cycle and emerge stronger and better positioned to capitalize on the future.

“We plan to sell non-core assets and raise additional equity to provide the capital necessary to drill new wells and acquire producing properties,” said Stephen Hosmer the company’s CFO. “This plan is expected to allow us to regain NASDAQ compliance, in the coming months, and become consistently profitable into the foreseeable future.”

Forward Looking Statements

In addition to historical information contained herein, this news release contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995, subject to various risks and uncertainties that could cause the company’s actual results to differ materially from those in the “forward-looking” statements. While the company believes its forward looking statements are based upon reasonable assumptions, there are factors that are difficult to predict and that are influenced by economic and other conditions beyond the company’s control. Investors are directed to consider such risks and other uncertainties discussed in documents filed by the company with the Securities and Exchange Commission.

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ROYALE ENERGY, INC.
STATEMENTS OF OPERATIONS
FOR THE PERIODS ENDED SEPTEMBER 30, 2015 AND 2014

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015 (Unaudited)	2014 (Unaudited)	2015 (Unaudited)	2014 (Unaudited)
Revenues:				
Sale of Oil and Gas	\$ 255,179	\$ 507,784	\$ 831,472	\$ 2,077,750
Supervisory Fees and Other	186,616	169,475	529,082	497,379
Total Revenues	441,795	677,259	1,360,554	2,575,129
Costs and Expenses:				
General and Administrative	710,239	858,137	2,397,434	2,280,268
Lease Operating	218,953	248,028	803,549	969,390
Delay Rentals	0	2,400	49,565	34,192
Lease Impairment	83,755	37,494	96,436	37,494
Well Equipment Write Down	0	0	19,000	0
Legal and Accounting	130,037	39,030	453,935	307,433
Marketing	94,861	133,047	240,608	263,365
Depreciation, Depletion and Amortization	70,018	62,880	209,238	241,015
Total Costs and Expenses	1,307,863	1,381,016	4,269,765	4,133,157
Gain (Loss) on Turnkey Drilling Programs	887,440	562,885	903,677	959,339
Gain (Loss) on Sale of assets	0	369,977	10,070	335,376
Income (Loss) From Operations	21,372	229,105	(1,995,464)	(263,313)
Other Income (Expense):				
Interest Expense	(21,766)	(22,792)	(64,495)	(60,085)
Income (Loss) Before Income Tax Expense	(394)	206,313	(2,059,959)	(323,398)
Net Income (Loss)	\$ (394)	\$ 206,313	\$ (2,059,959)	\$ (323,398)
Basic Earnings Per Share	\$ 0.00	\$ 0.01	\$ (0.14)	\$ (0.02)
Diluted Earnings Per Share	\$ 0.00	\$ 0.01	\$ (0.14)	\$ (0.02)

The notes to unaudited financial statements are an integral part of this financial statement.