

TSX **KRR**
OTCQX **KRRGF**

KARORA
RESOURCES

**NEW,
HIGH QUALITY
GOLD
PRODUCER**

In Western Australia



DISCLAIMER

Cautionary Statements Concerning Forward-Looking Statements

This presentation contains "forward-looking information" including without limitation statements relating to the timing of production and cash flow from the Spargos Gold Reward Project and the potential of the Beta Hunt Mine, Higginsville Gold Operation and Spargos Reward Gold Project.

Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Karora to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Factors that could affect the outcome include, among others: future prices and the supply of metals; the results of drilling; inability to raise the money necessary to incur the expenditures required to retain and advance the properties; environmental liabilities (known and unknown); general business, economic, competitive, political and social uncertainties; results of exploration programs; accidents, labour disputes and other risks of the mining industry; political instability, terrorism, insurrection or war; or delays in obtaining governmental approvals, projected cash operating costs, failure to obtain regulatory or shareholder approvals. For a more detailed discussion of such risks and other factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements, refer to Karora's filings with Canadian securities regulators, including the most recent Annual Information Form, available on SEDAR at www.sedar.com.

Although Karora has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward-looking statements contained herein are made as of the date of this news release and Karora disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise, except as required by applicable securities laws.

Non-IFRS Measures

Certain non-IFRS measures are included in this Presentation, including Adjusted Working Capital and EBITDA. The non-IFRS measure should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS. The non-IFRS measures do not have any standardized meaning prescribed under IFRS, and therefore may not be comparable to other issuers.

Cautionary Statement Regarding Higginsville Mining Operations

A production decision at the Higginsville gold operations was made by previous operators of the mine, prior to the completion of the acquisition of the Higginsville gold operations by Karora and Karora made a decision to continue production subsequent to the acquisition. This decision by Karora to continue production and, to the knowledge of Karora, the prior production decision were not based on a feasibility study of mineral reserves, demonstrating economic and technical viability and, as a result, there may be an increased uncertainty of achieving any particular level of recovery of minerals or the cost of such recovery, which include increased risks associated with developing a commercially mineable deposit. Historically, such projects have a much higher risk of economic and technical failure. There is no guarantee that anticipated production costs will be achieved. Failure to achieve the anticipated production costs would have a material adverse impact on the Corporation's cash flow and future profitability. Readers are cautioned that there is increased uncertainty and higher risk of economic and technical failure associated with such production decisions.

Cautionary Note – Resources

In accordance with applicable Canadian securities regulatory requirements, all mineral resource estimates of Karora disclosed in this Presentation have been prepared in accordance with Canadian National Instrument 43-101 - Standards of Disclosure for Mineral Projects ("NI 43-101"), classified in accordance with Canadian Institute of Mining Metallurgy and Petroleum's "CIM Standards on Mineral Resources and Reserves Definitions and Guidelines" (the "CIM Guidelines").

Pursuant to the CIM Guidelines, mineral resources have a higher degree of uncertainty than mineral reserves as to their existence as well as their economic and legal feasibility. Inferred mineral resources, when compared with measured or indicated mineral resources, have the least certainty as to their existence and it is reasonably expected the majority of inferred mineral resources could be upgraded to indicated mineral resources with continued exploration. Pursuant to NI 43-101, inferred mineral resources may not form the basis of any economic analysis, including any feasibility study. Accordingly, readers are cautioned not to assume that all or any part of a mineral resource exists, will ever be converted into a mineral reserve, or is or will ever be economically or legally mineable or recovered. Premier is not aware of any environmental, permitting, legal, title-related, taxation, socio-political, marketing or other relevant issue that could materially affect the mineral resource estimate. The definitions under NI 43-101 and the CIM guidelines differ from the definitions in Guide 7 of the U.S. Securities and Exchange Commission. Accordingly, information regarding mineral deposits may not be comparable to similar information made public by U.S. companies subject to the reporting and disclosure requirements under the United States Securities laws and the policies and regulations thereunder.

Technical Reports

Technical Report on the Western Australian Operations – Eastern Goldfields: Beta Hunt Mine (Kambalda) and Higginsville Gold Operations (Higginsville), dated February 6, 2020. The report is available for download under Karora's profile on Sedar.com.

Notes to Slides 9 and 21

1. Reference is made to Technical Report on the Western Australian Operations – Eastern Goldfields: Beta Hunt Mine (Kambalda) and Higginsville Gold Operations (Higginsville), dated February 6, 2020. The report is available for download under Karora’s profile on Sedar.com.
2. The historical reserve information is extracted from the report entitled ‘2018 Annual Update of Mineral Resources & Ore Reserves’ dated on October 2, 2018 and is available to view on Westgold Resources Limited’s website (www.westgold.com.au) and the ASX (www.asx.com.au). Mineral Resources are quoted inclusive of Ore Reserves. Karora confirms that the form and context in which the Competent Person’s findings are presented have not been materially modified from the original market announcement. A qualified person has not done sufficient work on behalf of Karora to classify the historical estimate noted as current mineral resources or mineral reserves and Karora is not treating the historical estimates as current mineral resources or mineral reserves.
3. Information is extracted from the report entitled 'Resource Estimate Update for Spargos Reward Project Eastern Goldfields Western Australia' dated on February 26, 2020 and is available to view on Corona Resources LTD’s website (www.coronaresources.com.au). KRR confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original report. A qualified person has not done sufficient work on behalf of KRR to classify the historical estimate noted as current mineral resources or mineral reserves and KRR is not treating the historical estimates as current mineral resources or mineral reserves. There is no certainty they will prove to be accurate or that a range of outcomes will be achieved.



Growing Gold Production
in Western Australia

Delivering a
**NEW,
HIGH QUALITY
GOLD PRODUCER**
in Western Australia



Proven CEO and Managing Director



Paul Andre Huet
Chairman and CEO

- ▶ Former President, CEO and Director of Klondex Mines from 2012 until its sale in 2018
- ▶ +30 years of experience within the mining industry, boasts a proven track record of building shareholder value
- ▶ Serves on the Board of Elim Mining Incorporated and has served on several non-profit and publicly traded company boards



Graeme Sloan
Managing Director – Australian Operations

- ▶ Former Chief Executive of Perseverance Corporation from 2002-2007, responsible for the construction of the Fosterville Mine and Mill, now Australia's highest margin operation
- ▶ Former CEO of Tanami Gold and Herencia Resources
- ▶ Excellent track record of success in building and operating integrated mining operations
- ▶ Overall responsibility for the Beta Hunt Mine and Higginsville Gold Operations

Robust financial position driven by strong FCF generation

- ▶ **Sharpened focus** – 100% a gold company
 - ▶ Experienced gold-focused board and management team in place
 - ▶ Name changed to Karora Resources
 - ▶ Sale of remaining 28% interest in Dumont Nickel Project
- ▶ **Strong FCF driving growing balance sheet: Q320 cash \$67.3 M**
- ▶ **Continued margin improvement** as cost reduction objectives have been delivered
 - ▶ Royalties, Vendors, G&A, Personnel
- ▶ **Growing Institutional Ownership** +15 institutional shareholders added in 2020
- ▶ **Completed 4.5:1 share consolidation** attracting new institutional investors
- ▶ **Major royalty reductions accomplished** at Higginsville, Beta Hunt and Spargos, unlocking exploration
 - ▶ Morgan Stanley NSR eliminated at Higginsville
 - ▶ Maverix Gross Revenue Royalty reduced by 37% at Beta Hunt
 - ▶ Ramelius royalty eliminated at Spargos
- ▶ **2020 exploration budget increased by 50% to A\$15 million** across Beta Hunt, HGO and Spargos
 - ▶ Over 100,000 drilling metres planned in Western Australia (+50,000 metres added)
 - ▶ A\$15 million exploration budget – increased 50% from A\$9.5 - \$10.0 million - largest at HGO in +10 years
- ▶ **High grade Spargos Reward Project**
 - ▶ Initial drilling has returned strong results: 29.8 g/t over 19.0 metres and 27.3 g/t over 15.0 metres

Newly established stable junior gold producer

Q319		Q419		Q120		Q220		Q3 2020	
24,216 oz	US\$1,183/oz	26,874 oz	US\$1,131/oz	24,816 oz	US\$1,101/oz	24,078 oz	US\$1,065/oz	24,717 oz	US\$1,044/oz

▶ 2020 operational guidance¹:

- ▶ Production of 90,000 – 95,000 ounces
- ▶ AISC of US\$1,050/oz – US\$1,200/oz
- ▶ Aiming to reach AISC of US\$1,000/oz by end of year

▶ Beta Hunt:

- ▶ Larkin Zone - New high grade gold and nickel (30C Trough) discoveries south of the Alpha Island Fault
- ▶ Western Flanks North - Drilling has identified new 160 m long footwall zone
- ▶ New high grade nickel mineralization intersected providing potential by-product credits



**Beta Hunt Mine
Underground**



**HGO Mines
Open Pits**



**HGO mill fed at 100% capacity
1.4 Mtpa (4,000 tpd)**

Higginsville:

- ▶ Stable gold production from three open pit mining centres
- ▶ Drilling over 20,000 metres on 1,800 km² land package in most prolific region of Western Australia.
- ▶ Planning underway at Aquarius for a starter pit ahead of accessing known historical high grade gold mineralization

▶ Ongoing mill & mine optimization studies

- ▶ Preliminary ore sorter testing promising
- ▶ Test work to resume post COVID-19 delays

LARGE AND EXPANDING RESOURCE BASE

Two gold mines and high grade development project in prolific gold belt



2019 Beta Hunt Mine Resource & Reserve Estimate

Resource & Reserve ¹	Tonnes (kt)	Grade (g/t Au)	Contained (koz Au)
2P Reserve	3,450	2.8	306
M&I	10,105	2.9	944
Inferred	4,109	3.1	406

Higginsville Historical Resource & Reserve Estimate

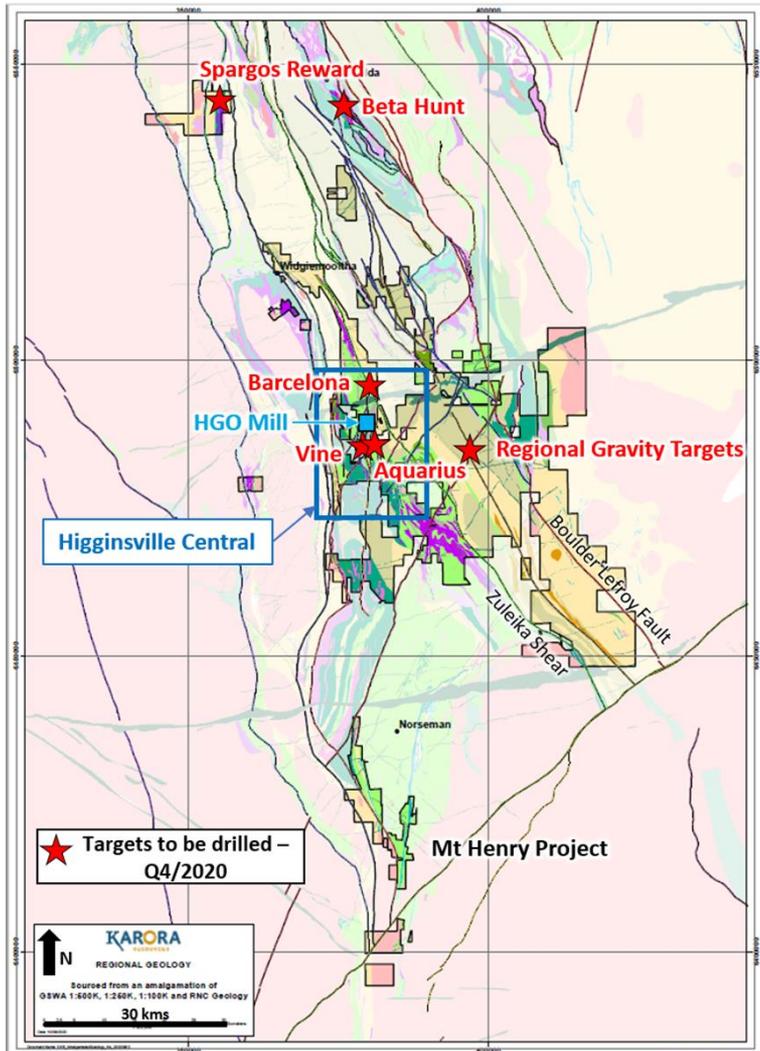
Resource & Reserve ²	Tonnes (kt)	Grade (g/t Au)	Contained (koz Au)
2P Reserve	5,945	1.9	367
M&I	18,790	2.0	1,224
Inferred	10,634	2.0	681

Spargos Reward Historical Resource Estimate

Resource ³	Tonnes (kt)	Grade (g/t Au)	Contained (koz Au)
Indicated	786	4.4	112
Inferred	151	4.0	19

1, 2, 3: See cautionary note on slide 3

A\$15M drilling budget the largest in over a decade



- ▶ **New regional mining strategy** categorizes operations as:
 1. Higginsville Central
 2. Higginsville Greater
 3. Beta Hunt
 4. Spargos

- ▶ **Q4 2020 - ~50,000 m of drilling:**
 - ▶ Beta Hunt – 14,000 m
 - ▶ Lake Cowan Regional Gravity Targets – 18,000 m
 - ▶ Higginsville Central – 2,000 m
 - ▶ Spargos Reward – 12,000 m

- ▶ **New resource and reserve estimate** before the end of the year at Beta Hunt, HGO and Spargos.

Stable operation now poised for exploration growth



- ▶ **Maverix GRR royalty reduced by 37% to 4.75% (from 7.5%)**

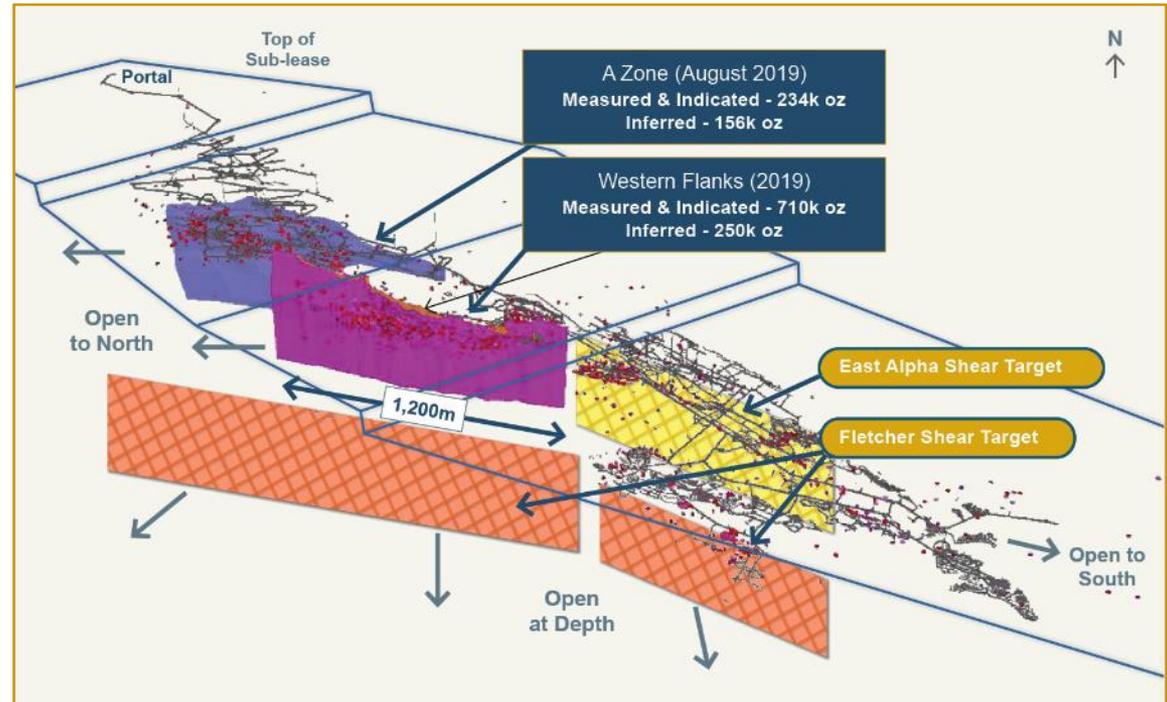
- ▶ **New high grade gold and nickel discoveries – Larkin Gold Zone and 30C Nickel Trough**

- ▶ **Aggressive exploration program underway – Two drills turning underground**

Benefitting from extensive infrastructure in place

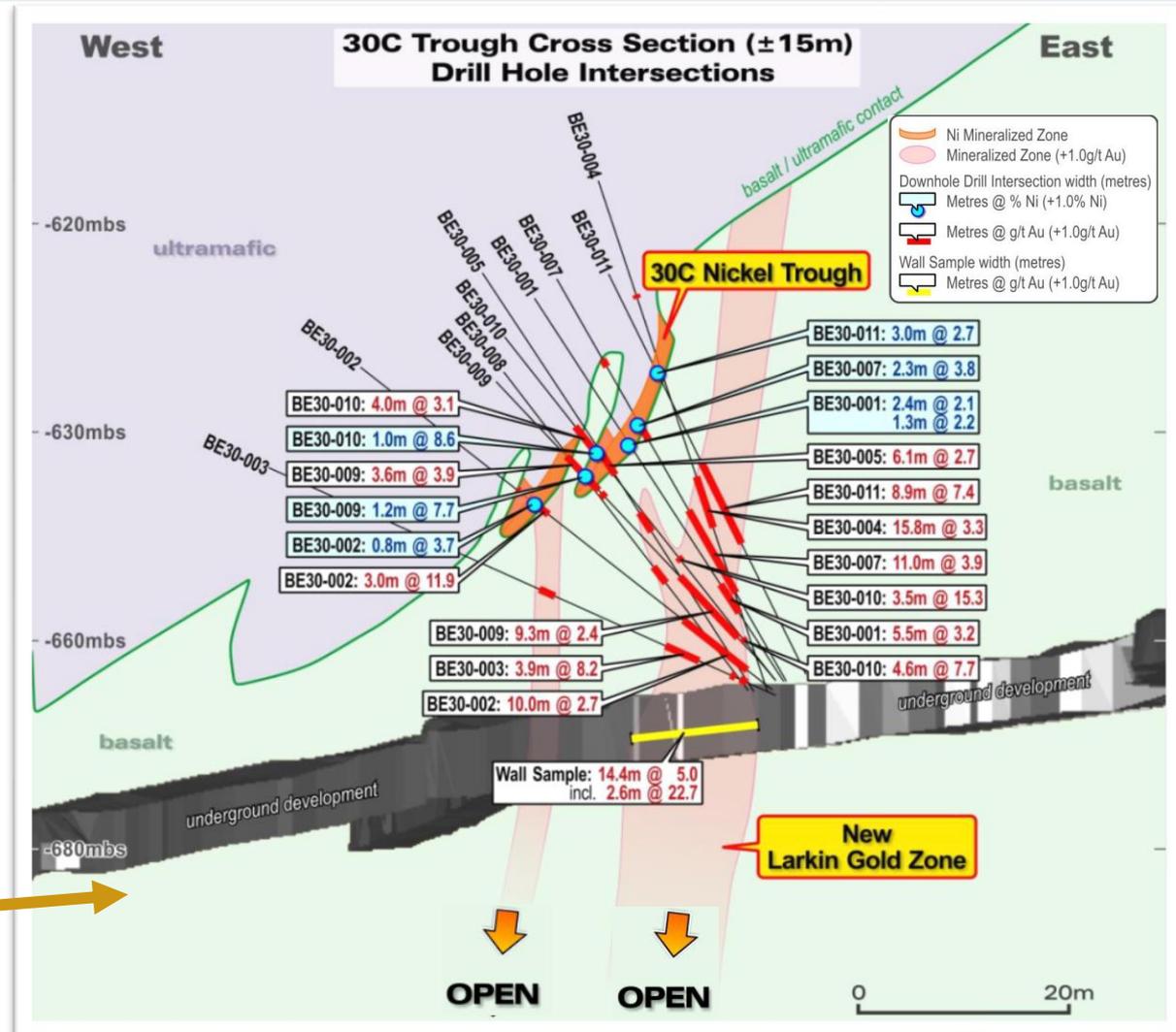
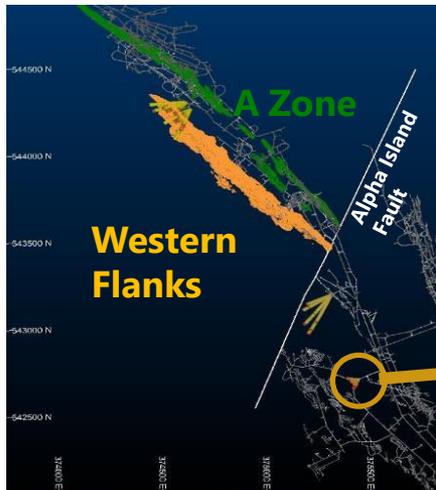
- ▶ **+400 km of underground development already in place** with over \$100m invested in mid 2000s
- ▶ **Two drills turning** utilizing extensive existing infrastructure
- ▶ **Significant potential for resource expansion** at low cost and in close proximity to mine infrastructure
- ▶ **All zones open** along strike and down plunge

Isometric view looking North East



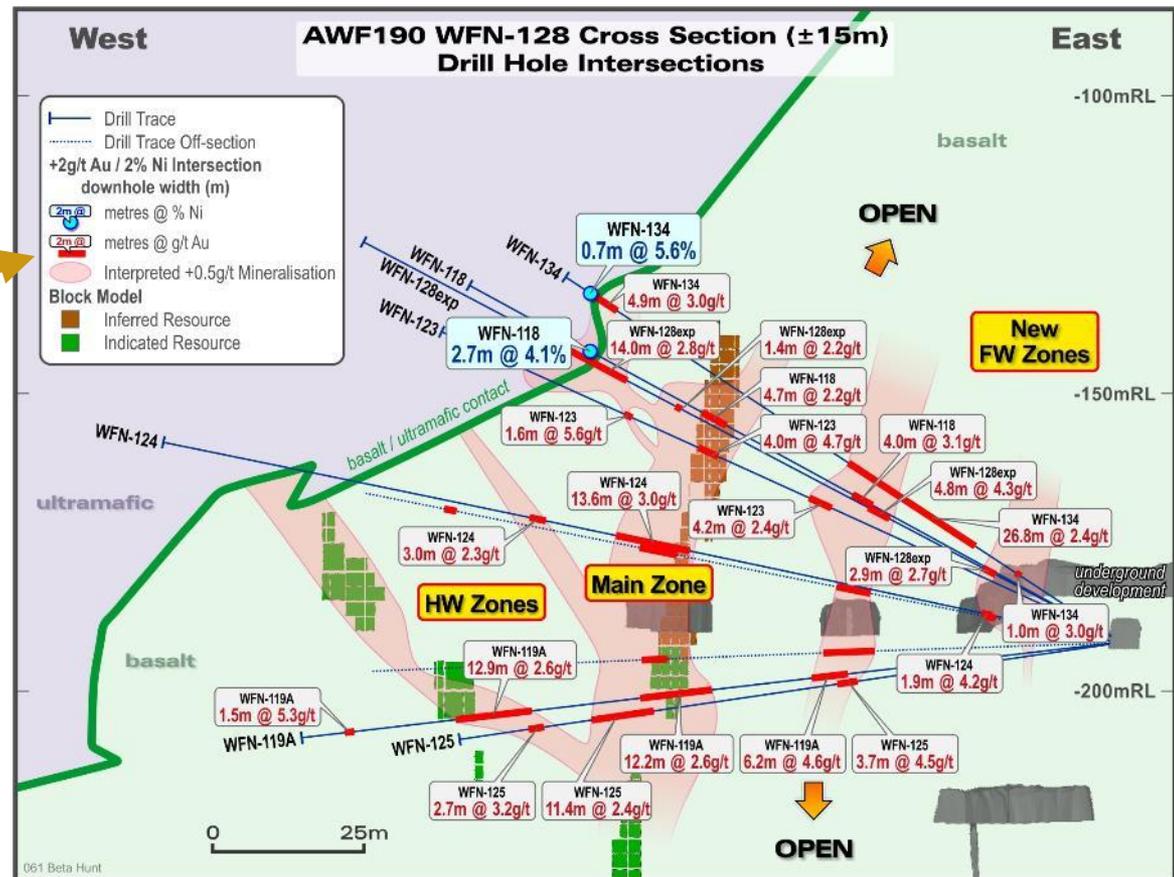
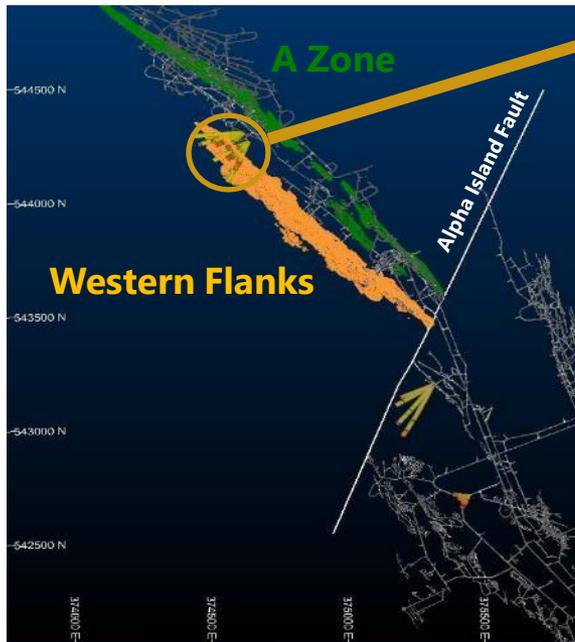
Broad new high grade gold and nickel discoveries

- ▶ **Larkin Gold Zone** – New broad, high-grade gold discovery over 400 m strike length south of Alpha Island Fault – southern offset of the Western Flanks shear zone
- ▶ **30C Nickel Trough** - First new nickel discovery at Beta Hunt in over 13 years – increasingly important by-product credit potential from nickel production



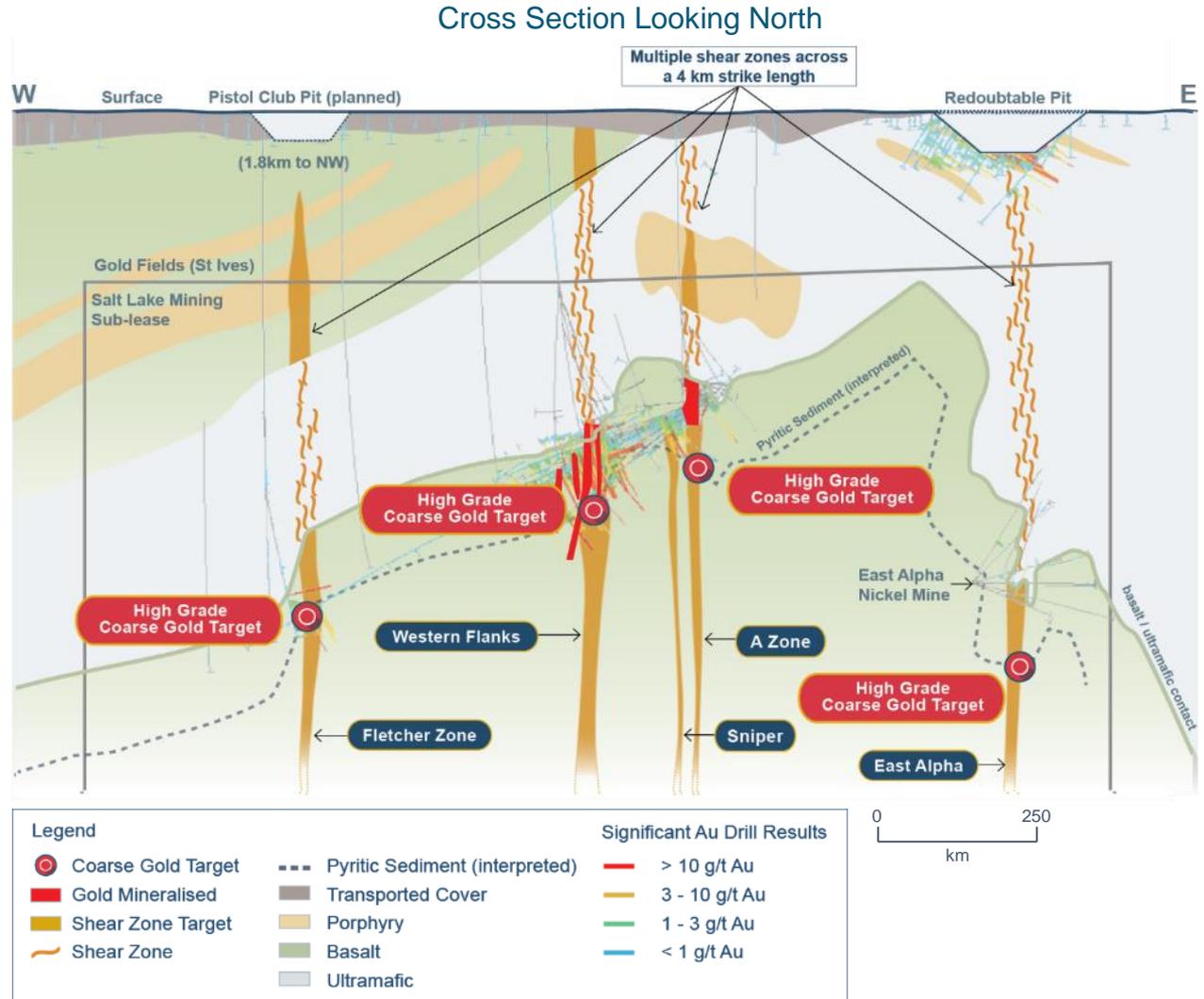
New Western Flanks North footwall zone discovery

- ▶ **New Gold Discovery** in footwall zone with a strike length of over 160 m
- ▶ Commenced 4,100 m drill program designed to grow Western Flanks a **further 280 m along strike** and over 80 m vertically



Coarse gold targets across four shear zones

- ▶ **Potential coarse gold occurrences** in zone where pyritic sediment intersects vertical shears
- ▶ **Currently mining** two of four known shear zones (Western Flanks & A Zone)
- ▶ **New approach to mining** extracts entire shear, generating strong cash flow at average grade exclusive of coarse gold

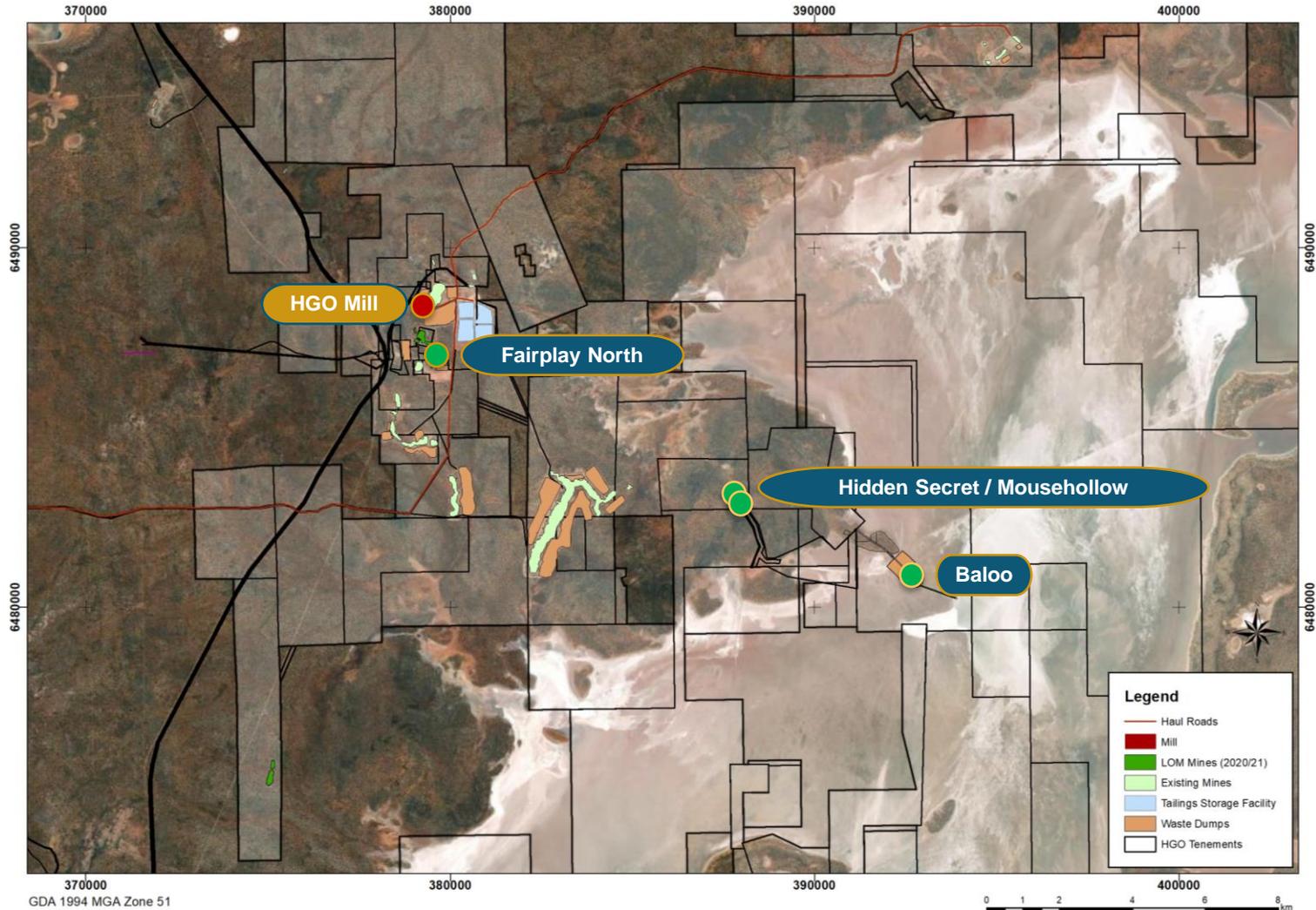


Steady state production with massive exploration potential

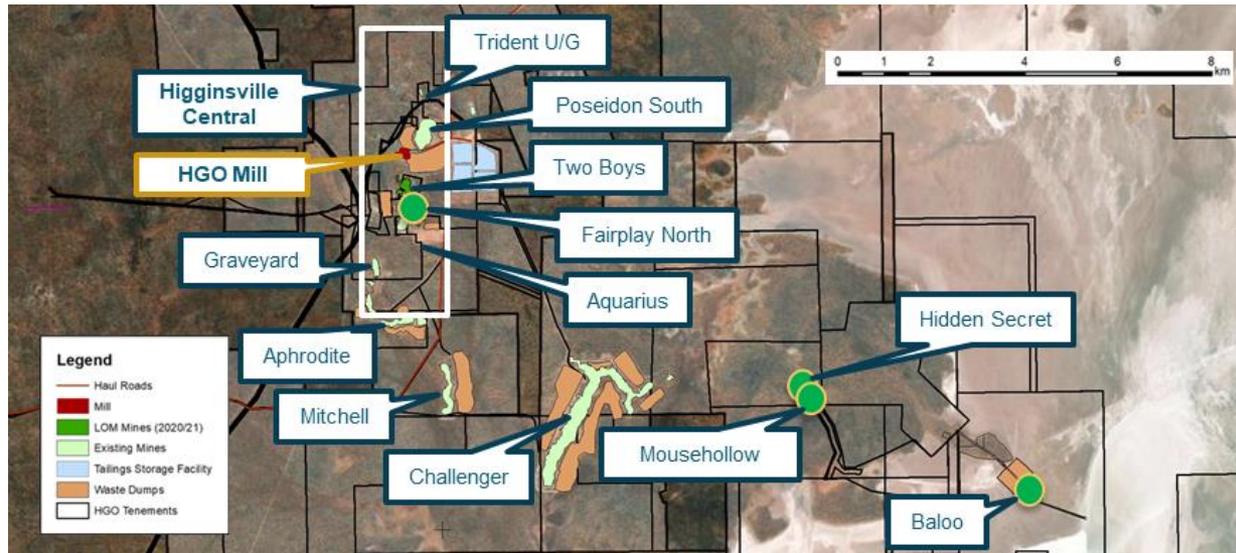


- ▶ Mining from three open pits provides **increased blending flexibility** for processing
- ▶ Growing pipeline of projects including **high grade open pit and underground** projects proximal to HGO mill
- ▶ Aggressive exploration and resource definition drilling underway – **Resource & Reserve update in Q420**

Steady state production from three mining centres



Top tier land package held in a junior producer



Aquarius

- ▶ Potential starter-pit, followed by higher grade underground gold operation
- ▶ Near surface results¹:
 - ▶ KAQRC039: 43.5 g/t over 3.0 m from 49 m
 - ▶ KAQRC015: 5.7 g/t over 6.0 m from 30 m, including 14.6g/t over 2 m
- ▶ Highlights of historical deeper drill results include^{1,2}:
 - ▶ VIND047: 657.9 g/t over 2.3m from 181.1 m
 - ▶ VIND049: 225.2 g/t over 1.9m from 201.5 m
- ▶ The Aquarius mineralization remains open

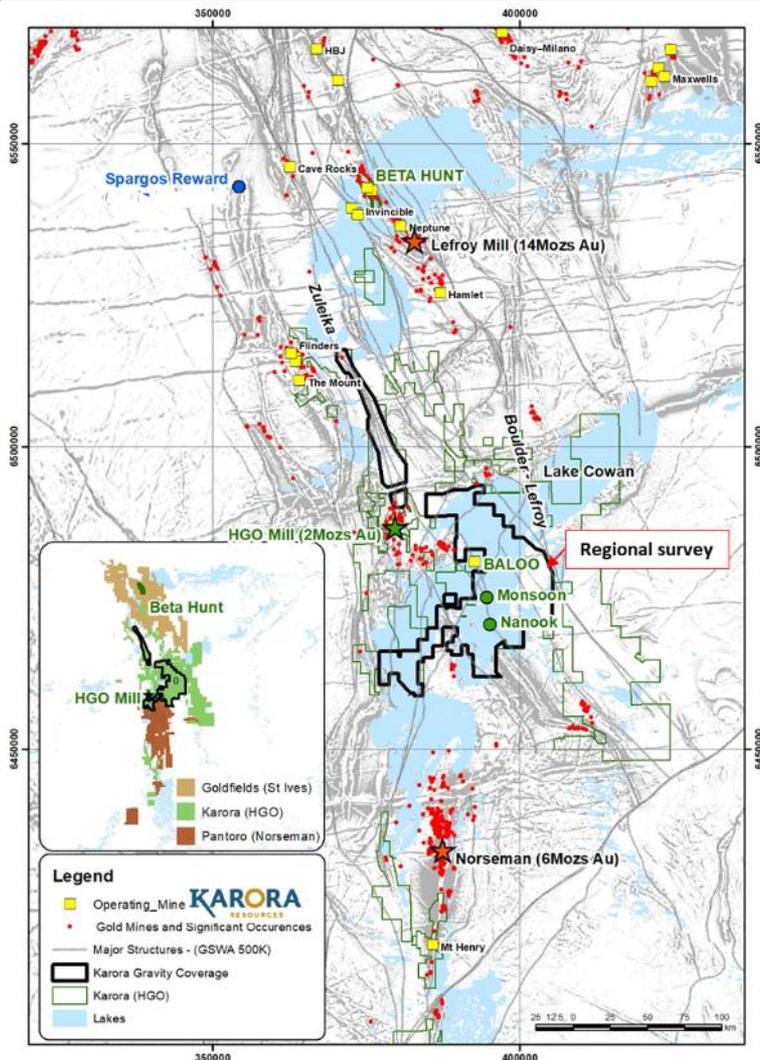
Hidden Secret and Mousehollow

- ▶ Intersection highlights from KRR's drill program include¹:
 - ▶ HDSR0136: 15.1 g/t over 4 m from 24 m, including 47.8 g/t over 1 m
 - ▶ HDSR085: 24.8 g/t over 4 m from 17 m, including 92.6 g/t over 1 m
 - ▶ MOHR0055: 6.1 g/t over 3 m from 22 m
 - ▶ MOHR0075: 3.3 g/t over 19 m from 0 m
- ▶ Visible gold has been discovered in a surface sample taken at the Hidden Secret project
- ▶ Mining has commenced at Hidden Secret, providing a third mining centre at Higginsville

1. All drilling intervals are down-hole lengths. Estimated true widths are expected to range from 60 to 70% of the downhole lengths.
 2. Intersections previously reported by Alacer Gold Corp. (news release, May 7, 2012 and August 1, 2012).

1. Estimated true widths (see KRR news release dated February 27, 2020).

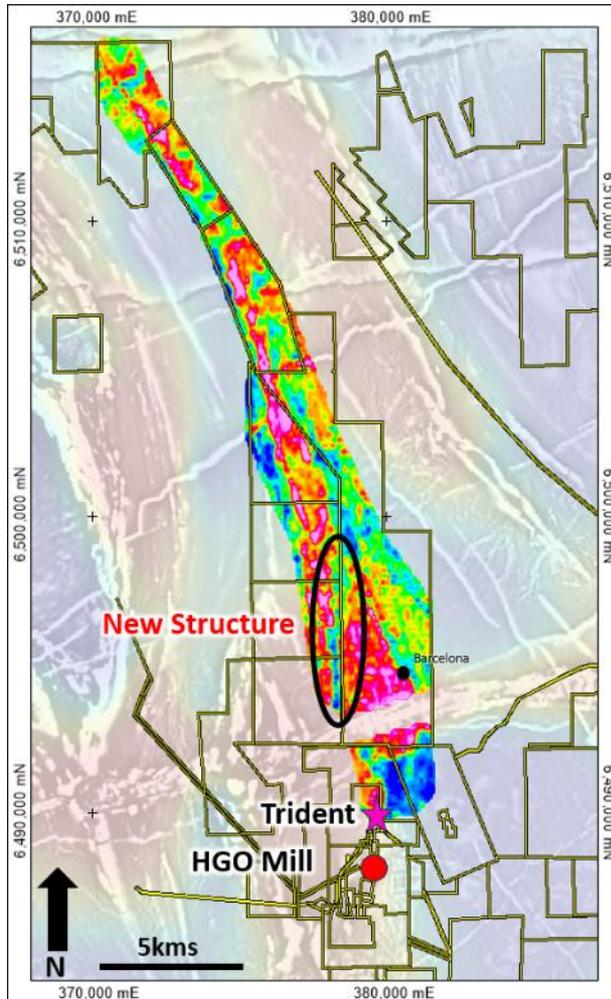
Regional gravity survey identifies numerous targets



High Density Gravity Survey Program:

- ▶ Covered large areas of **highly prospective Zuleika and Boulder Lefroy shear zones** with geology similar to main gold deposits in Kalgoorlie-Kambalda-Norseman area
- ▶ Totaled 400 km² of highly prospective ground with **little to no historic exploration**
- ▶ Preliminary observations show **significant, and well-recognized** structural trends known to be associated with economic primary mineralization plus substantial paleochannel systems linked with known resources

Gravity survey identifies new 5 km structure



High Density Gravity Survey Program

- ▶ A high density gravity survey delineated a new geological structure at the Higginsville Operations ("HGO")
- ▶ The new structure extends for approximately 5 km
- ▶ The new structure is located 5 km north of the previously mined 1.0 Moz Trident underground mine and the HGO mill
- ▶ KRR intends to target this area as part of its expanded exploration focus at HGO

Acquisition completed August 2020 – development underway



Spargos Reward High Grade Gold Project

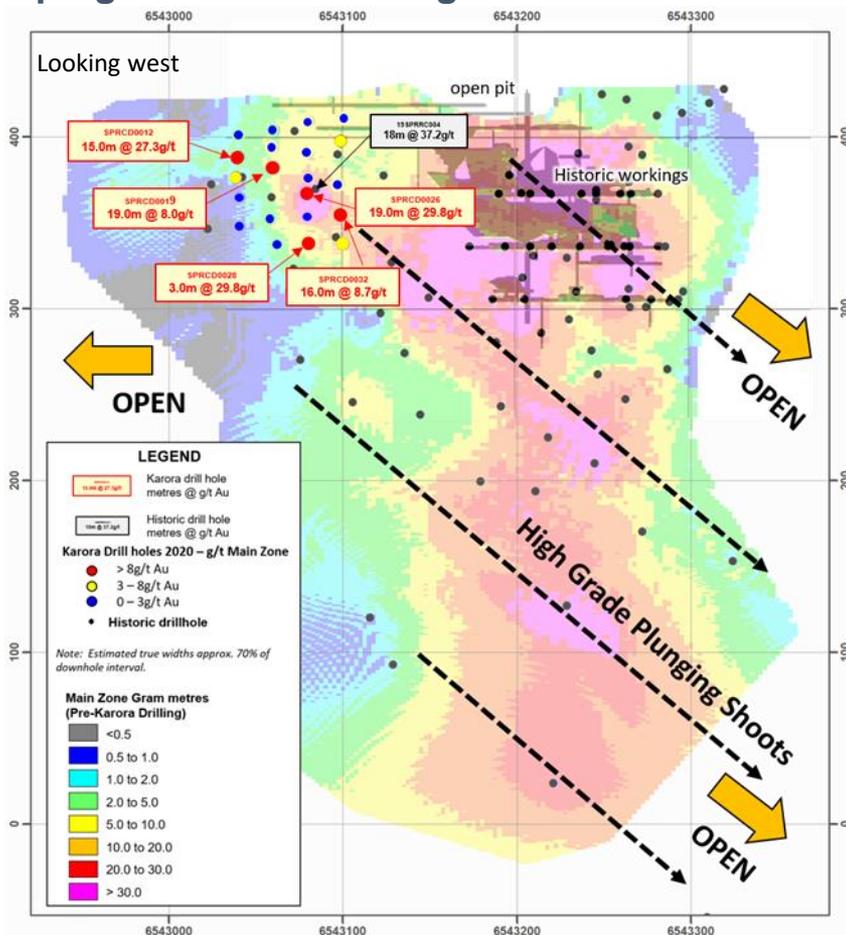
- ▶ Historical JORC (2012) Mineral Resource Estimate of 112,000 oz (785,800 tonnes @ 4.4 g/t) indicated resource and 19,000 oz (151,000 tonnes @ 4.0 g/t) inferred resource³
- ▶ Potential addition of near-term feed from high-grade open pit gold – anticipated by mid-2021.
- ▶ Close proximity to HGO plant (~65km by road)
- ▶ Currently following up on historical drillhole 14m @ 46.13 g/t gold (19SPRRC0042)



3: See cautionary note on slide 3

Outstanding preliminary drill results in open-pittable zone

Spargos Main Zone Longsection



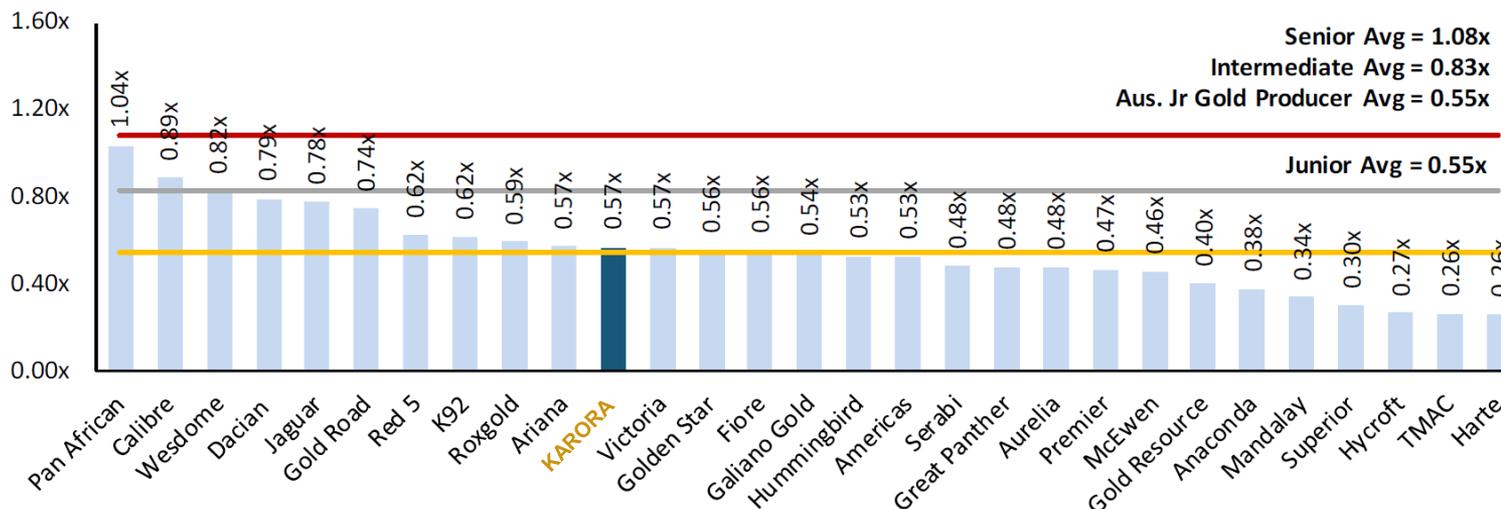
Recent drill results have intersected new high grade gold intercepts at the Spargos Reward deposit¹:

- ▶ SPRC0026: 29.8 g/t over 19.0 metres, including 99.5 g/t over 5.0
- ▶ SPRC0012: 27.3 g/t over 15.0 metres, including 168.0 g/t over 1.3 metres
- ▶ SPRC0019: 8.0 g/t over 19.0 metres, including 20.6 g/t over 2.0 metres
- ▶ SPRC0028: 29.8 g/t over 3.0 metres
- ▶ SPRC0032: 8.7g/t over 16.0 metres
- ▶ Two drill rigs are actively drilling to infill and extend the historical mineral resource
- ▶ A new Spargos resource is expected to be included in the upcoming fourth quarter resource and reserve update

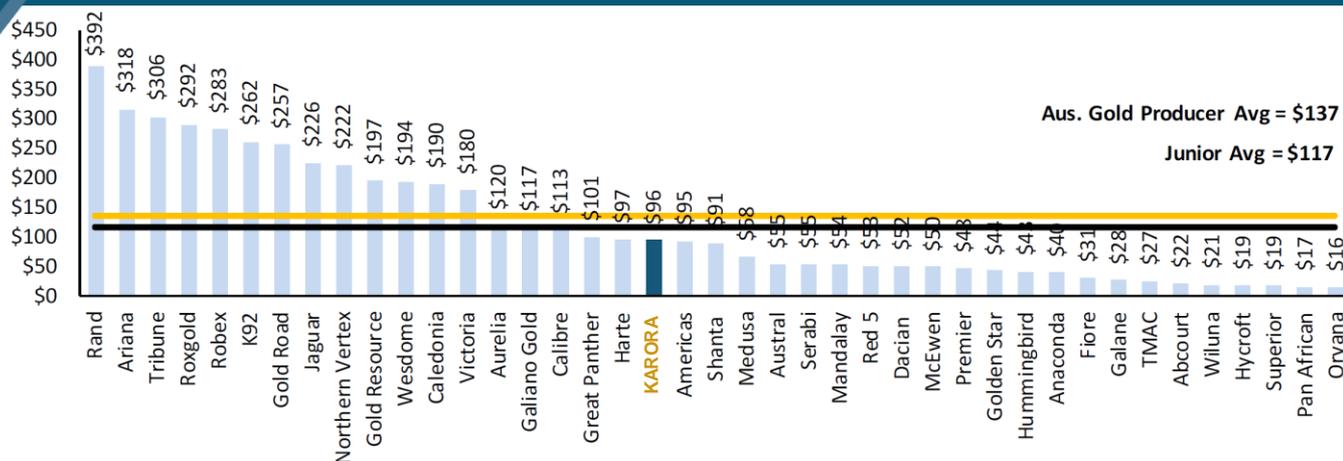
1. See Karora news release dated November 18, 2020. Estimated true widths are approximately 70% of the downhole interval.

COMPARABLE Gold Producers

P/NAV¹



EV/MI&I oz (US\$/oz AuEq)²



CAPITAL STRUCTURE

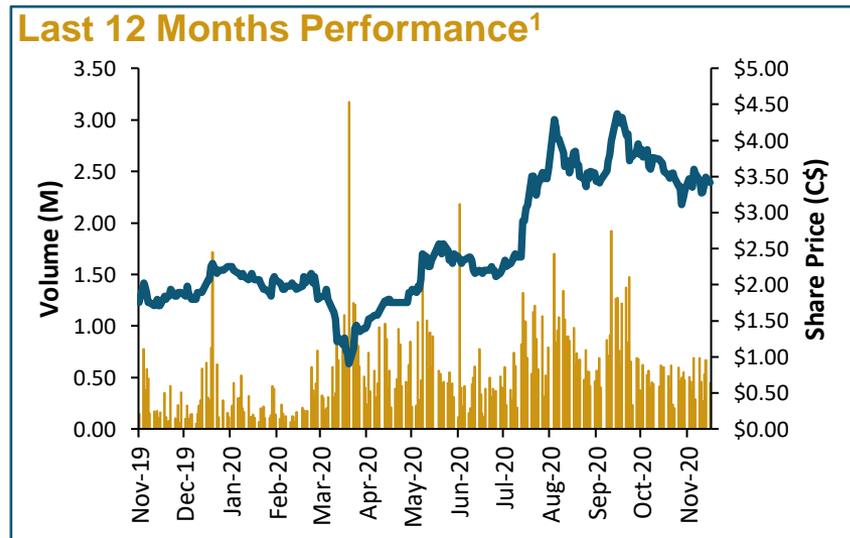
Capital Structure	
Shares Outstanding (M) ¹	145.3
Warrants (M) ¹	5.3
Options (M) ¹	4.9
DSU / RSU & Other (M) ^{1,3}	4.6
Fully Diluted Shares (M) ¹	160.1
Cash & Equivalents (C\$M) ²	\$67.3
Working Capital (C\$M)	\$43.7

1. Outstanding as at November 12, 2020.
2. Cash and cash equivalents and Working Capital as at September 30, 2020.
3. Includes 1.6 M contingent shares and 0.9 M PSUs.

Analyst Coverage		
Broker	Analyst	Target Price
	Matthew O'Keefe	C\$4.80
	Nicolas Dion	C\$5.50
	Pierre Vaillancourt	C\$5.25
	Derek MacPherson	C\$6.75
	Ian Parkinson	C\$5.85

Major Shareholders	
Shareholder	Ownership
Eric Sprott	~9%
Van Eck Associates (GDXJ ETF)	~4%
Invesco Ltd.	~3%
Mackenzie Financial Corporation	~3%
RBC Global Asset Management	~2%
Management	~2%

Source: Street Research, Capital IQ



1. Adjusted for 4.5 :1 share consolidation effective July 31, 2020

Fully executed past strategic initiatives

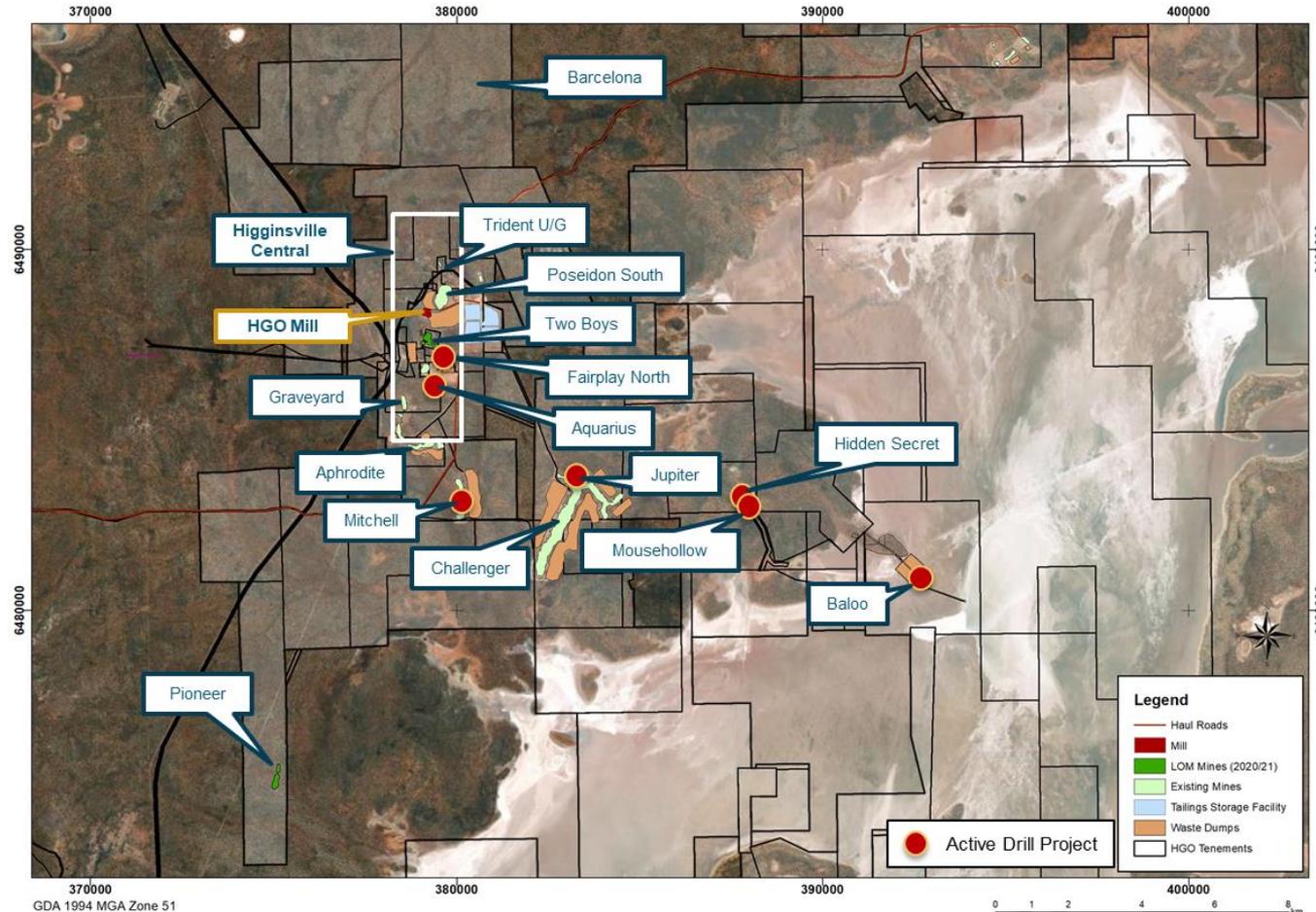
- ✓ **100%-gold focused** - rebranded the corporation as **Karora Resources Inc.**
- ✓ Acquisition of HGO mill and mine for A\$50 million & C\$35 million debt financing
- ✓ Transition from toll milling to 100% owned milling solution with HGO
- ✓ Four consecutive quarters of consistent production and reduced AISC
- ✓ Closed C\$18.5 million oversubscribed bought deal in September 2019
- ✓ New institutional shareholders, new board members and new executive and operational management team
- ✓ Elimination of Morgan Stanley NSR royalty at HGO in two phases
- ✓ Strong exploration successes at HGO
- ✓ Maiden gold reserve at Beta
- ✓ Spargos high grade gold project acquisition
- ✓ Agreement with Maverix Metals for a 37% decrease to Beta Hunt gold royalty
- ✓ New gold and nickel discoveries at Beta Hunt
- ✓ Eric Sprott purchased shares to be issued to Maverix pursuant to Beta Hunt royalty reduction
- ✓ Sold 28% interest in Dumont nickel project for total proceeds of up to \$48 million, and provided immediate cash of \$11 million
- ✓ NCIB to purchase up to 5% of Karora's outstanding common shares
- ✓ Completed 1 for 4.5 share consolidation
- ✓ 100% exposure to spot gold prices



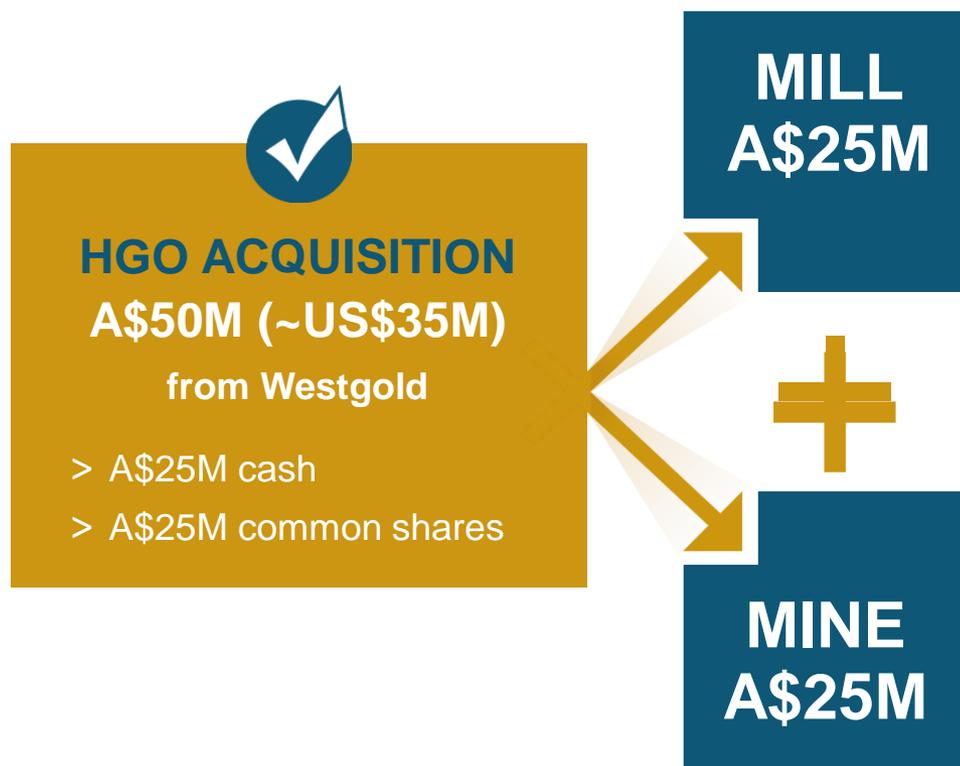
**WESTERN AUSTRALIA GOLD
OPERATIONS**

Top tier land package in a junior producer

- ▶ Morgan Stanley NSR royalties handcuffed the land package for over 10 years
- ▶ **Transformational royalty elimination in May 2020:** KRR eliminated the NSR, unlocking over 30 brownfield targets and regional exploration on 1,800 km² land package
- ▶ Land package of this size, in this region, is more typical of a senior producer, but **100% owned by Karora**



A\$50 Million Acquisition of Higginsville Mine & Mill



- ▶ **US\$100M** replacement value
- ▶ **3 Years** to permit new mill
- ▶ **US\$100/oz** immediate processing cost savings

- ▶ **1.9Million** historical Au oz
- ▶ **A\$13/oz** acquisition cost
- ▶ **1,800 Km²** land tenements

HGO Mill Strategically Located Within Strategic Land Package



Property	Owner
Beta Hunt	Karora
Higginsville	Karora
Davyhurst	Ora Banda Mining
South Laverton-Carusue Dam	Saracen / AngloGold / Nexus
Paddington	Zijin Mining
Kanowna Belle	Northern Star
Kalgoorlie	Barrick / Newmont
Mount Monger	Silver Lake Resources
Kundana	Northern Star
Mungari	Evolution Mining
South Kalgoorlie	Northern Star
St Ives	Gold Fields
Widgiemooltha	Mincor Resources

Source: Global Market Intelligence

Upside to HGO Land Package

Exploration Potential

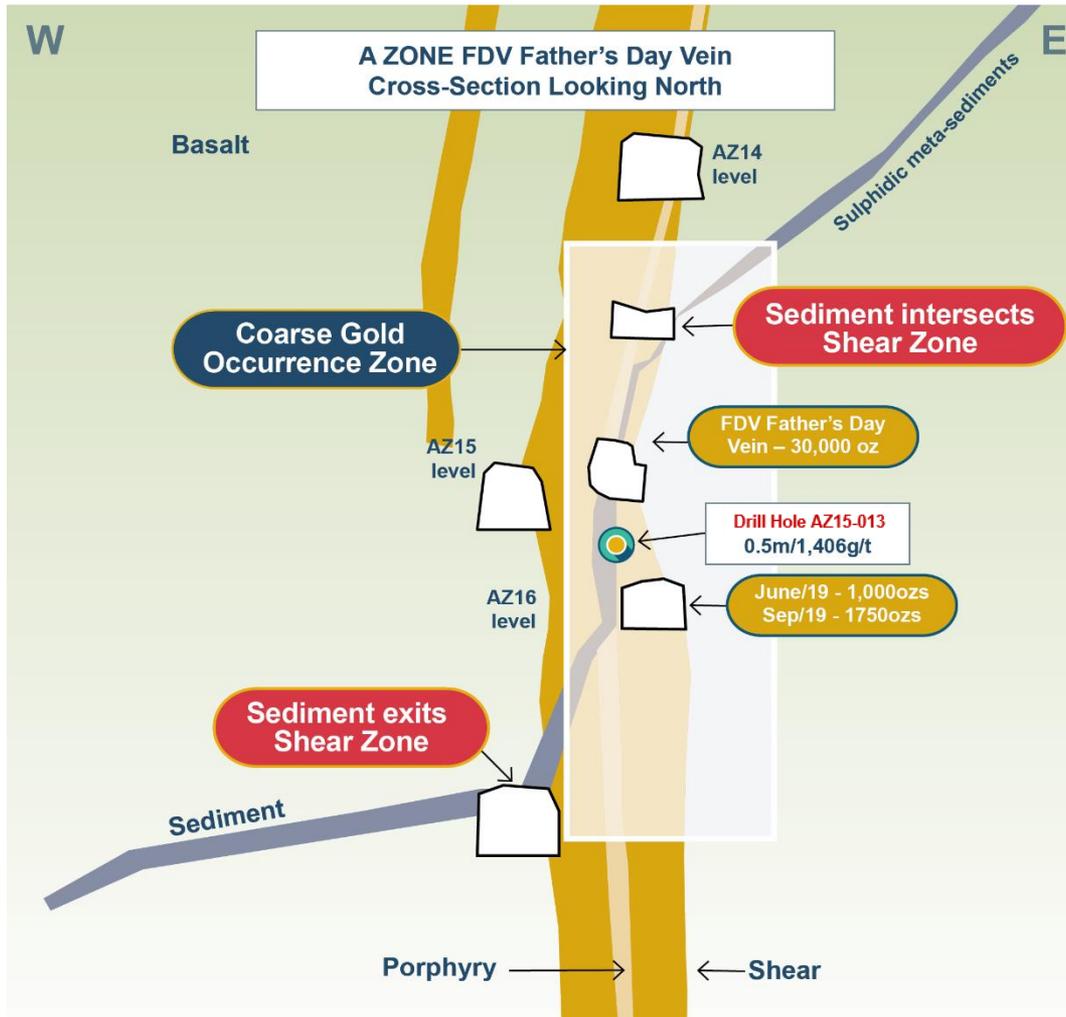
Asset	Exploration Spend	Period
HGO	<\$1M/yr	2013-2019
South Kalgoorlie	\$20M/yr	2019E
St Ives	\$40M/yr	Historic Average
Pantoro / Central Noreman	\$50M	Over 4 Years

- ▶ Historically **Low Exploration Budget**
- ▶ **Opportunity to unlock value** as core asset which was overlooked as a non-core asset within previous operator
- ▶ **Aggressive Exploration** now underway with elimination of Morgan Stanley royalty

World Class Region

- ▶ **HGO tenure located along the Norseman/Wiluna belt:**
 - One of the most productive greenstone belts in the world
- ▶ **Three major Regional Shear zones cross-cut the project area:**
 - **Boulder-Lefroy:** Kalgoorlie Golden Mile (50 Moz), St Ives (13 Moz), Jubilee (2 Moz), Norseman (6 Moz)
 - **Speedway:** Invincible (1.3 Moz)
 - **Zuleika:** Mount Marion (1.2 Moz), Kundana (+5 Moz)

Coarse Gold Mineralization Upside within 2.8 g/t Material



- ▶ Stope and mine entire shear structure at 2.8 g/t Au
- ▶ Discovery of coarse gold mineralization represents upside to 2.8 g/t

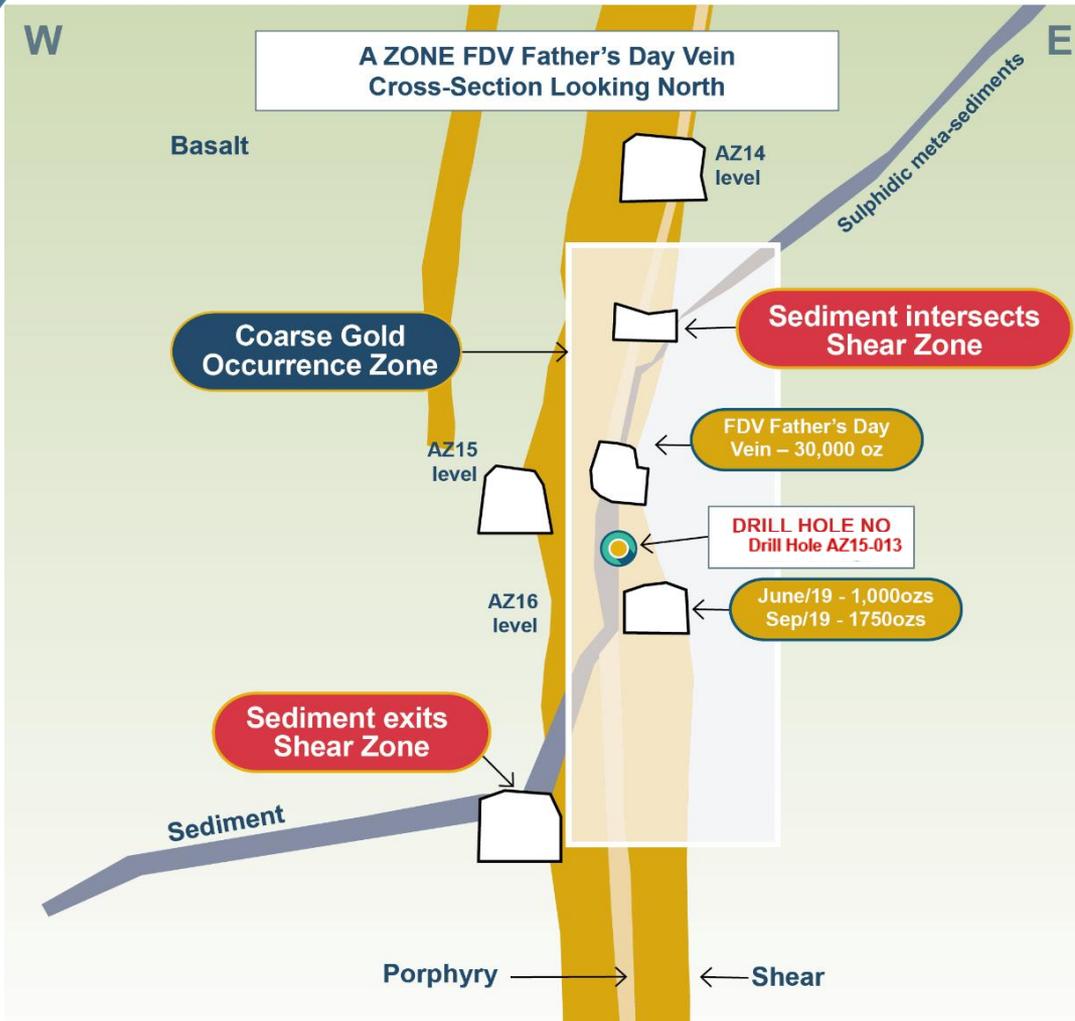
FDV Father's Day Vein



June 2019 - 1,000 ozs

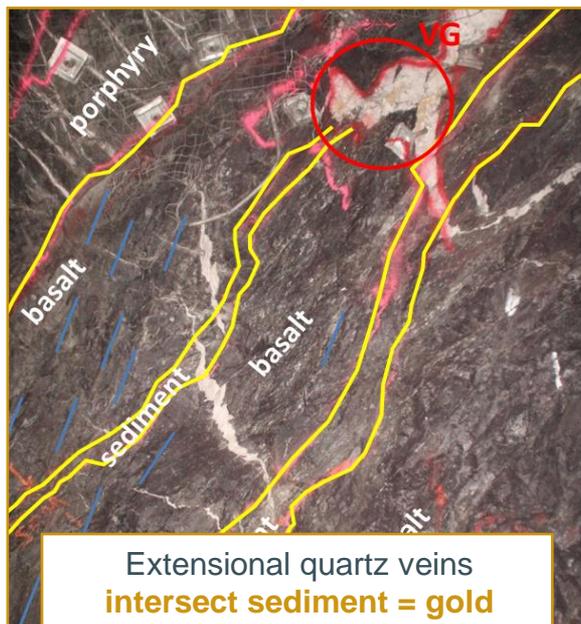


Intersection of Iron Rich Sediment and Shear Zone



- ▶ Sediment unit (<1m) intersecting the mineralised Shear Zone is key to the coarse gold occurrences.
- ▶ Must be **Fe-rich** (pyrite/pyrrhohtite) for gold to drop out
- ▶ Within Shear Zone sediment is stretched-out/broken up
- ▶ Intersection horizon is over 80m from entry to exit point
- ▶ Potential for coarse gold is over 80m “down-dip”
- ▶ Why we cannot predict exactly where coarse gold will occur:
 - **Fe content** of sediment is variable
 - How munched up the sediment is in the Horizon – try stretching **1X10m over 80m**

Coarse Gold Mineralization Setting



A Zone - AZ15L - NOD2 - June 2018



- ▶ **At Beta Hunt, the Lunnon Sediment** comprises one to two narrow (<1m), graphitic-pyrite/pyrrhohtite rich units that separate the Upper basalt from the Lower basalt.
- ▶ It is a regional stratigraphic unit that has, since the **FDV discovery, opened up a new exploration space** in the District
- ▶ **Mineralization occurs during D3 deformation involving:**
 - ▶ Reactivation of the major NW trending normal faults resulting in shearing
 - ▶ These shear zones acting as pathways for hydrothermal fluids related directly to the intrusion of a extensive system of porphyries
 - ▶ Porphyries produce the oxidised fluids that carry the gold when they intersect a strongly reduced system, i.e., sulphide rich (our Lunnon sediment a great example), the gold drops out
- ▶ **At Beta Hunt the preferred gold hosts are:**
 - ▶ Lunnon sediment > basalt > porphyry > ultramafic

THIRD QUARTER FINANCIAL REVIEW

Strong cash generation and balance sheet

Third Quarter 2020 Financial Highlights vs. Second Quarter 2020:

- Q3 2020 AISC¹ of US\$1,044/oz vs. US\$1,065/oz for Q2 2020
- Q3 2020 revenue of \$59.4 million vs \$56.1 million in Q2 2020
- Q3 2020 net earnings of \$34.9 million, and adjusted EBITDA¹ of \$23.1 million vs. \$9.8 million, and \$17.3 million, respectively, in Q2 2020

Financial Position

For the three months ended	September 30, 2020	December 31, 2019
Cash and cash equivalents	\$67.3	\$34.7
Working capital surplus (deficit) ²	43.7	26.5
PP&E & MPI	223.0	99.0
Total assets	315.8	177.8
Total liabilities	158.6	85.5
Shareholder's equity	\$157.2	\$92.3

1. All-in Sustaining Costs (AISC), Earnings before interest, taxes, depreciation and amortization ("EBITDA") and adjusted earnings are non-IFRS measures. A definition and reconciliation of these measures is included in the Non-IFRS Measures section of Karora's MD&A dated November 12, 2020.
2. Working capital surplus (deficit) is a measure of current assets (including cash and cash equivalents) less current liabilities.

TSX **KRR**
OTCQX **KRRGF**

KARORA

RESOURCES

Head Office

Karora Resources

141 Adelaide Street West, Suite 1608

Toronto, ON, Canada M5H 3L5

Phone: (416) 363-0649

