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KARORA
RESOURCES

FIRST QUARTER 2022 | CONFERENCE CALL AND WEBCAST

FIRST QUARTER 2022 CONFERENCE CALL

Chairman & CEO:

Paul Andre Huet

**Managing Director,
Australian Operations:**

Graeme Sloan

**Executive Vice President,
Corporate Development:**

Oliver Turner

DISCLAIMER

CAUTIONARY STATEMENTS CONCERNING FORWARD-LOOKING STATEMENTS

This presentation contains "forward-looking information" including without limitation statements relating to production guidance, cost guidance, the Corporation's growth plan, the completion of the HGO mill expansion, the growth opportunities at Beta Hunt Mine and the potential of the Beta Hunt Mine, Higginsville Gold Operation and the Spargos Gold Mine.

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 presentation 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, EBITDA, Adjusted Earnings and AISC. 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 Higginsville-Beta Hunt Operation Eastern Goldfields, Western Australia), dated January 29, 2021, available under Karora's profile at www.sedar.com

QP STATEMENT

The disclosure of scientific and technical information contained in this presentation has been reviewed and approved by Stephen Devlin, FAusIMM, Group Geologist, Karora Resources Inc., a Qualified Person for the purposes of NI 43-101.

CAUTIONARY NOTE

CAUTIONARY NOTES – PRODUCTION, COST AND CAPITAL GUIDANCE (2021 – 2024)

1. Updated 2022 Guidance, which was announced in February 2022 (see Karora news release dated February 14, 2022), is shown above, years 2023 – 2024 are unchanged. This production guidance through 2024 is principally based on the 2020 year-end Mineral Reserves and Mineral Resources announced on December 16, 2020.
2. The Capital Investment amounts listed below, which the Corporation expects to fund with cash on hand and cashflow from operations, includes the capital required during the applicable periods to expand the capacity of the Higginsville mill to 2.5 Mtpa. See below for further detail regarding this expansion.
3. The material assumptions associated with the expansion of Beta Hunt mining production rate to 2.0 Mtpa in 2024 include the addition of a second ramp decline system driven parallel to the ore body, ventilation and other infrastructure that is required to support these areas, and an expanded trucking fleet. The Capital Investment amounts listed below, which the Corporation expects to fund with cash on hand and cashflow from operations, include the capital required during the applicable periods to fund this throughput expansion. See below for further detail regarding this expansion.

The Corporation's guidance assumes targeted mining rates and costs, availability of personnel, contractors, equipment and supplies, the receipt on a timely basis of required permits and licenses, cash availability for capital investments from cash balances, cash flow from operations, or from a cash availability for capital investments from cash balances, cash flow from operations, or from a third-party debt financing source on terms acceptable to the Corporation, no significant events which impact operations, such as COVID-19, nickel price of US\$16,000 per tonne, as well as an A\$ to US\$ exchange rate of 0.78 and A\$ to C\$ exchange rate of 0.91. Assumptions used for the purposes of guidance may prove to be incorrect and actual results may differ from those anticipated. See above "Cautionary Statement Concerning Forward-Looking Statements".

5. Exploration expenditures include capital expenditures related to infill drilling for Mineral Resource conversion, capital expenditures for extension drilling outside of existing Mineral Resources and expensed exploration. Exploration expenditures also includes capital expenditures for the development of exploration drifts.
6. Capital expenditures exclude capitalized depreciation.
7. AISC guidance includes general and administrative costs and excludes share-based payment expense.
8. See "Non-IFRS Measures" set on page 2 of this presentation.
9. See "Risk Factors" described on page 29 of the Corporation's MD&A dated March 14, 2022.

RECENT HIGHLIGHTS

- Consolidated gold M&I Mineral Resource +8% to 2.71 Moz and Inferred Resources +43% to 2.71 Moz
- Beta Hunt nickel M&I Mineral Resource +22% to 19,600 Ni tonnes and Inferred Resources +52% to 13,200 Ni tonnes
- Strong expertise added to Karora team as Tony Makuch joined Karora as Special Advisor and Meri Verli appointed to Board of Directors
- Inaugural ESG Report for 2021 published demonstrating Karora’s commitment to being a leader among its peers in the ESG space



PRODUCTION, COST AND CAPITAL GUIDANCE (2021 – 2024)³

Production & Costs		2022	2023	2024
Gold Production	Koz	110 – 135	150 - 170	185 - 205
All-in sustaining costs	US\$/oz	950 – 1,050	890 - 990	885 - 985
Capital Investments				
Sustaining Capital	A\$ (M)	9 – 15	11 - 16	18 - 23
Growth Capital	A\$ (M)	52 – 65	47 - 57	30 - 40
Exploration & Resource Development	A\$ (M)	21 - 24	22 - 25	20 - 23

1. See caution regarding non-IFRS measures on slide 3.
2. Guidance assumes no significant interruption in operations as a result of the COVID 19 virus.
3. See cautionary notes on slide 4

Q1 2022 FINANCIAL REVIEW

Q1 2022 Operating Highlights:

- Gold production of 27,489 oz
- Gold sales of 26,286 oz
- Cash operating costs of US\$1,310/oz
- AISC¹ of US\$1,396/oz sold (+US\$300/oz in temporary Covid related costs)

Q1 2022 Financial Highlights:

- Revenue: \$65.3 million
- Net earnings: \$(3.7) million (\$(0.02)/sh)
- Adjusted earnings¹: \$1.1 million (\$0.01/sh)
- Adjusted EBITDA¹: \$12.2 million (\$0.08/sh)
- Cash flow from operating activities \$12.1million

Financial Position

For the periods ended	March 31, 2021	December 31, 2021
Cash and cash equivalents	\$78.1	\$91.0
Working capital surplus (deficit) ²	53.8	64.4
PP&E & MPI	315.1	300.7
Total assets	441.9	436.3
Total liabilities	187.5	185.0
Shareholder's equity	\$254.4	\$251.4

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 May 11, 2022.
2. Working capital surplus (deficit) is a measure of current assets (including cash and cash equivalents) less current liabilities.

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OPERATIONAL HIGHLIGHTS - HGO

○ Q1 2022 consolidated production:

- Gold produced 27,489 oz
- 394 kt milled @ 2.31 g/t
- Recoveries: 94%
- Cash operating costs: US\$1,310/oz sold

○ Q1 2022 HGO mine production:

- Gold produced 10,380 oz
- 161 kt milled @ 2.12 g/t
- Cash operating costs: US\$1,586/oz sold



OPERATIONAL HIGHLIGHTS – BETA HUNT

- **Q1 2022 Beta Hunt mine production:**
 - Gold produced 17,109 oz
 - 233 kt milled @ 2.42 g/t
 - Cash operating costs:
US\$1,137/oz sold
- **Q1 2021 mine production 228,000 tonnes**
- **Ongoing staged mining fleet replacement**
- **Second decline construction on schedule**
- **Gold and nickel exploration successes**



Beta Hunt Second Decline Earthworks Underway from Surface

RESOURCE ESTIMATE

Beta Hunt

BETA HUNT

Gold Mineral Resource Estimate (Jan. 31, 2022)

Resource	Tonnes (kt)	Grade (g/t Au)	Contained (koz Au)
M&I	13,210	2.6	1,124
Inferred	9,426	2.6	786

Nickel Mineral Resources (Jan. 31, 2022)

Resource	Tonnes (kt)	Grade (% Ni)	Contained (Nits)
M&I	692	2.8	19,600
Inferred	492	2.7	13,200

Detailed notes relating to Mineral Resource Estimates as at January 31, 2022

1. Mineral Resources are not Mineral Reserves and do not have demonstrated economic viability. There is no certainty that all or any part of the Mineral Resources estimated will be converted into Mineral Reserves.
2. The Measured and Indicated Mineral Resources are inclusive of those Mineral Resources modified to produce Mineral Reserves.
3. The Mineral Resource estimates include Inferred Mineral Resources that are normally considered too speculative geologically to have economic considerations applied to them that would enable them to be categorized as Mineral Reserves. There is also no certainty that Inferred Mineral Resources will be converted to Measured and Indicated categories through further drilling, or into Mineral Reserves once economic considerations are applied.
4. The Gold Mineral Resources are estimates using long term gold prices of US\$1,600/oz with a US:AUD exchange rate of 0.70.
5. Gold Mineral Resources for Beta Hunt use a 0.5g/t Au cut-off grade.
6. To best represent "reasonable prospects of eventual economic extraction" the gold mineral resource for underground gold resources, areas considered sterilized by historical mining are depleted from the Mineral Resource.
7. For Nickel Mineral Resources, the models are reported within proximity to underground development and nominal 1% Ni lower cut-off grade for the nickel sulphide mineralization.
8. Classification is according to JORC Code and CIM Definition Standards Mineral Resource classification categories.
9. The models are depleted for underground mining to January 31, 2022.
10. Totals may vary due to rounded figures.

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HEAD OFFICE

Karora Resources

141 Adelaide Street West, Suite 1608
Toronto, ON, Canada M5H 3L5

PHONE (416) 363-0649
www.karoraresources.com