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KARORA
RESOURCES

SECOND QUARTER 2021 | CONFERENCE CALL AND WEBCAST

SECOND QUARTER 2021 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 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 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 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 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)

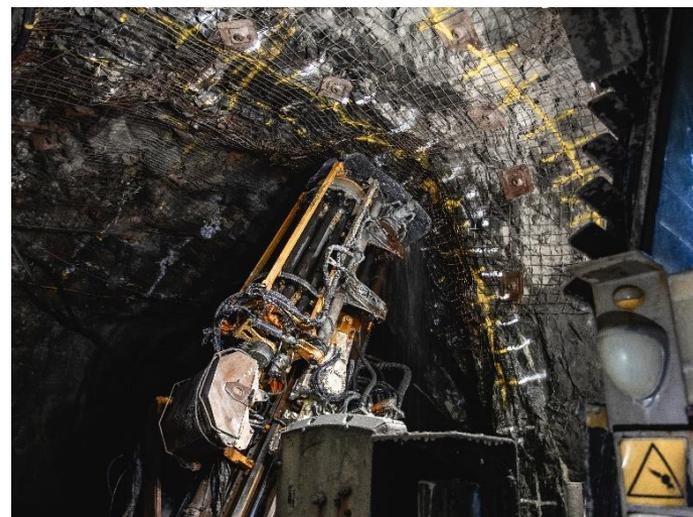
1. 2021 Guidance, which was announced in January 2021 (see Karora news release dated January 19, 2021), is unchanged. This production guidance through 2024 is principally based on the 2020 year-end Mineral Reserves and Mineral Resources announced on December 16, 2020.
2. The Capital Investment amounts listed above, 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 above, 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 below "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 19, 2021.

SECOND QUARTER 2021 HIGHLIGHTS

- Record Q2 gold production of 29,831 oz and sales of 30,412 oz
- AISC of US\$996/oz sold
- First half 2021 gold production of 54,524 oz and AISC of US\$1,020
- Q2 production and costs in line with 2021 guidance of 105-115,000 oz at AISC of US\$985-\$1,085/oz 1,2
- June 30, 2021 cash balance of \$82.2 million and working capital of \$64.8 million
- Multi-Year internally funded organic growth plan to double gold production by 2024 to 185,000 – 205,000 oz at AISC of US\$885 – US\$985/oz (from 2020 level of 99,249 oz)



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

Production & Costs		2021	2022	2023	2024
Gold Production	Koz	105 - 115	120 - 140	150 - 170	185 - 205
All-in sustaining costs	US\$/oz	985 - 1,085	900 - 990	890 - 990	885 - 985
Capital Investments ^{2,3,6}					
Sustaining Capital	A\$ (M)	5 - 6	8 - 13	11 - 16	18 - 23
Growth Capital	A\$ (M)	40 - 46	45 - 55	47 - 57	30 - 40
Exploration & Resource Development ⁵	A\$ (M)	20 - 23	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

SECOND QUARTER FINANCIAL REVIEW

Q1 2021 Financial Highlights:

- Revenue: \$69.6 million
- Net earnings: \$5.3 million (\$0.04/sh)
- Adjusted earnings¹: \$14.3 million (\$0.10/sh)
- Adjusted EBITDA¹: \$29.5 million (\$0.20/sh)
- AISC¹: US\$996/oz sold

H1 2021 Financial Highlights:

- Revenue: \$128.9 million
- Net earnings: \$11.0 million (\$0.08/sh)
- Adjusted earnings¹: \$22.4 million (\$0.15/sh)
- Adjusted EBITDA¹: \$50.7 million (\$0.35/sh)
- AISC¹: US\$1,020/oz sold

Financial Position

For the periods ended	June 30, 2021	December 31, 2020
Cash and cash equivalents	\$82.2	\$79.7
Working capital surplus (deficit) ²	64.8	56.8
PP&E & MPI	249.6	239.0
Total assets	364.2	350.1
Total liabilities	145.2	142.9
Shareholder's equity	\$219.1	\$207.2

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 August 9, 2021.
2. Working capital surplus (deficit) is a measure of current assets (including cash and cash equivalents) less current liabilities.

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Graeme Sloan

**Executive Vice President,
Corporate Development:**

Oliver Turner

OPERATIONAL HIGHLIGHTS - HGO

○ Q2 consolidated HGO mill production:

- Gold produced 29,831 oz
- 345 kt milled @ 2.72 g/t
- Recoveries: 94%
- Cash operating costs: US\$874/oz sold

○ Q2 HGO mine production:

- Gold produced 7,477 oz
- 124 kt milled @ 1.99 g/t
- Cash operating costs: US\$1,141/oz sold



Higginsville Gold Operations

OPERATIONAL HIGHLIGHTS – BETA HUNT

- **Q2 Beta Hunt mine production:**
 - Gold produced 22,354 oz
 - 221 kt milled @ 3.35 g/t
 - Cash operating costs: US\$787/oz sold
- **Q2 mine production rate approaching 80,000 tonnes per month or 960,000 tonnes annually**
- **Commenced surface drilling at A Zone and Western Flanks**
- **Productivity improvements from ongoing staged fleet replacement**



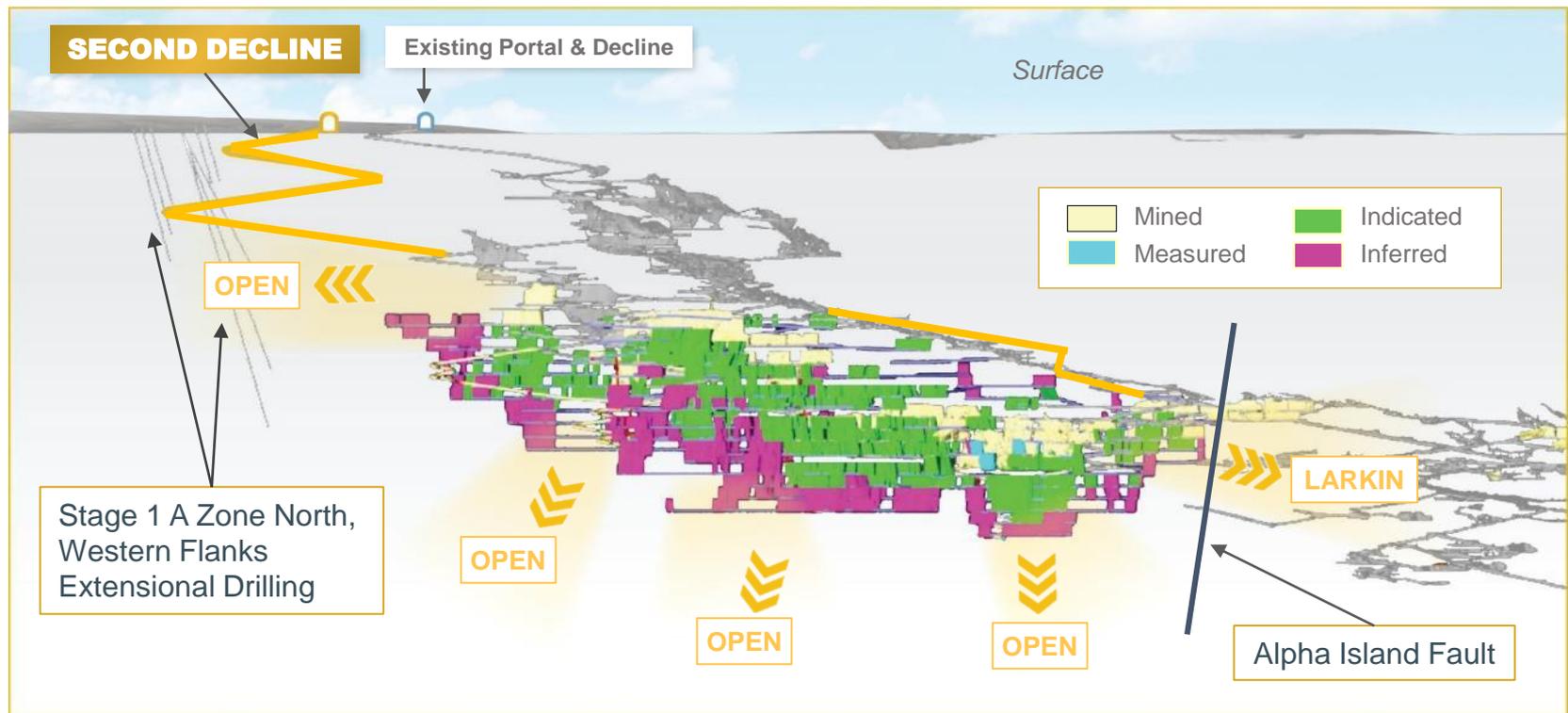
New Loader Delivered to Beta Hunt

BETA HUNT EXPANSION TO 2.0 MTPA

Doubling of production capacity driven by development of a second decline

- Selection of second decline leverages strong operational performance in haulage since restart in 2019 to ensure a smooth, efficient throughput increase

LONG SECTION LOOKING NORTHEAST



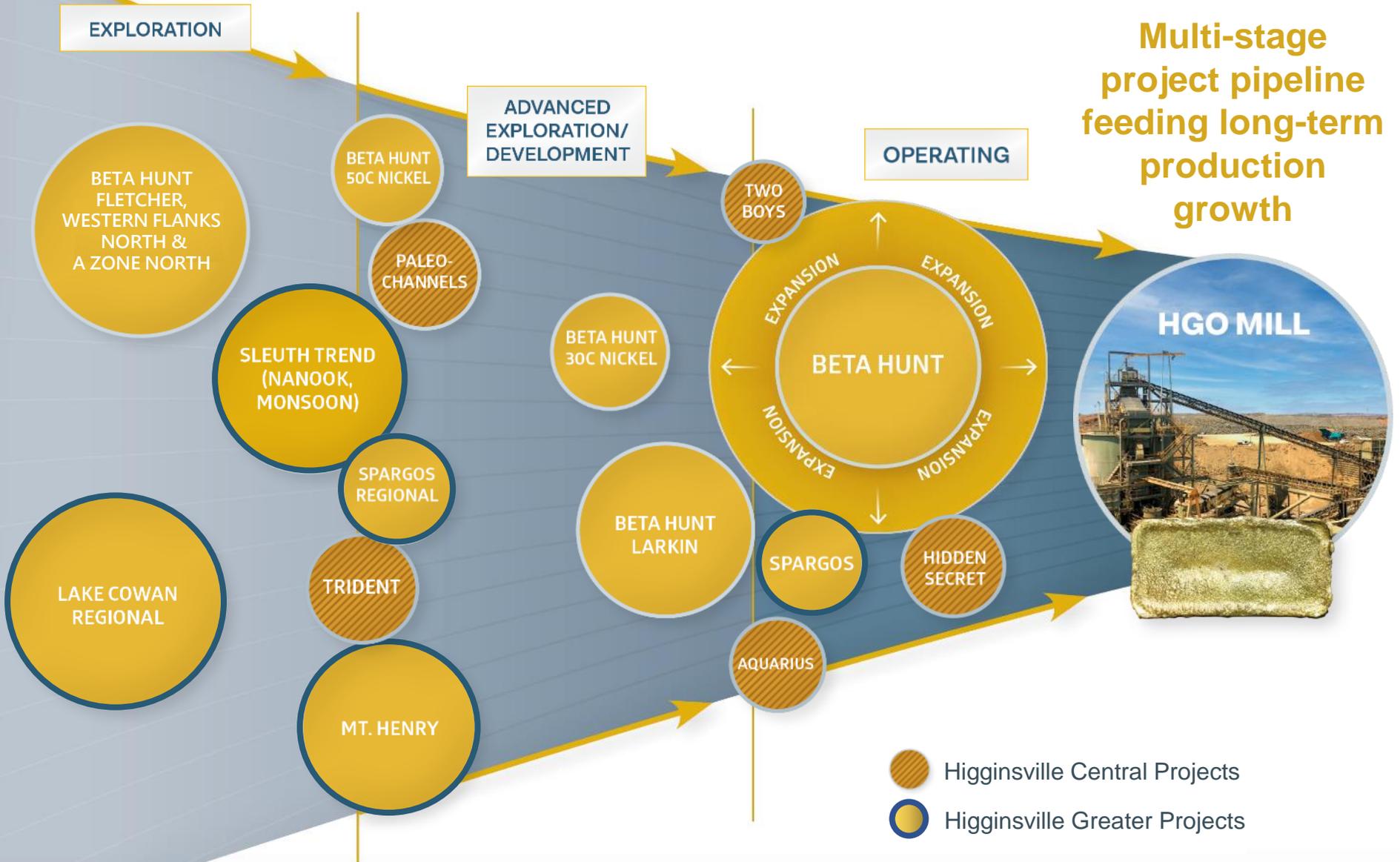
HGO PHASE II MILL EXPANSION

Major plant expansion driving 60% increase in throughput to 2.5 MTPA



- Phase II mill expansion estimated capital cost of A\$50 million
- Addition of new SAG mill / motor and extension of feed conveyor
- Section of the crushing circuit will be repurposed as a pebble crusher
- Existing ball mill, recently upgraded gravity circuit and elution columns to be utilized
- Additional leach feed screens, CIL tanks and new thickener incorporated
- Upgrades to process water plant, tails pipeline and other infrastructure
- Completed plant expansion will provide optionality to blend paleochannel material into mix

KARORA'S PROJECT PIPELINE



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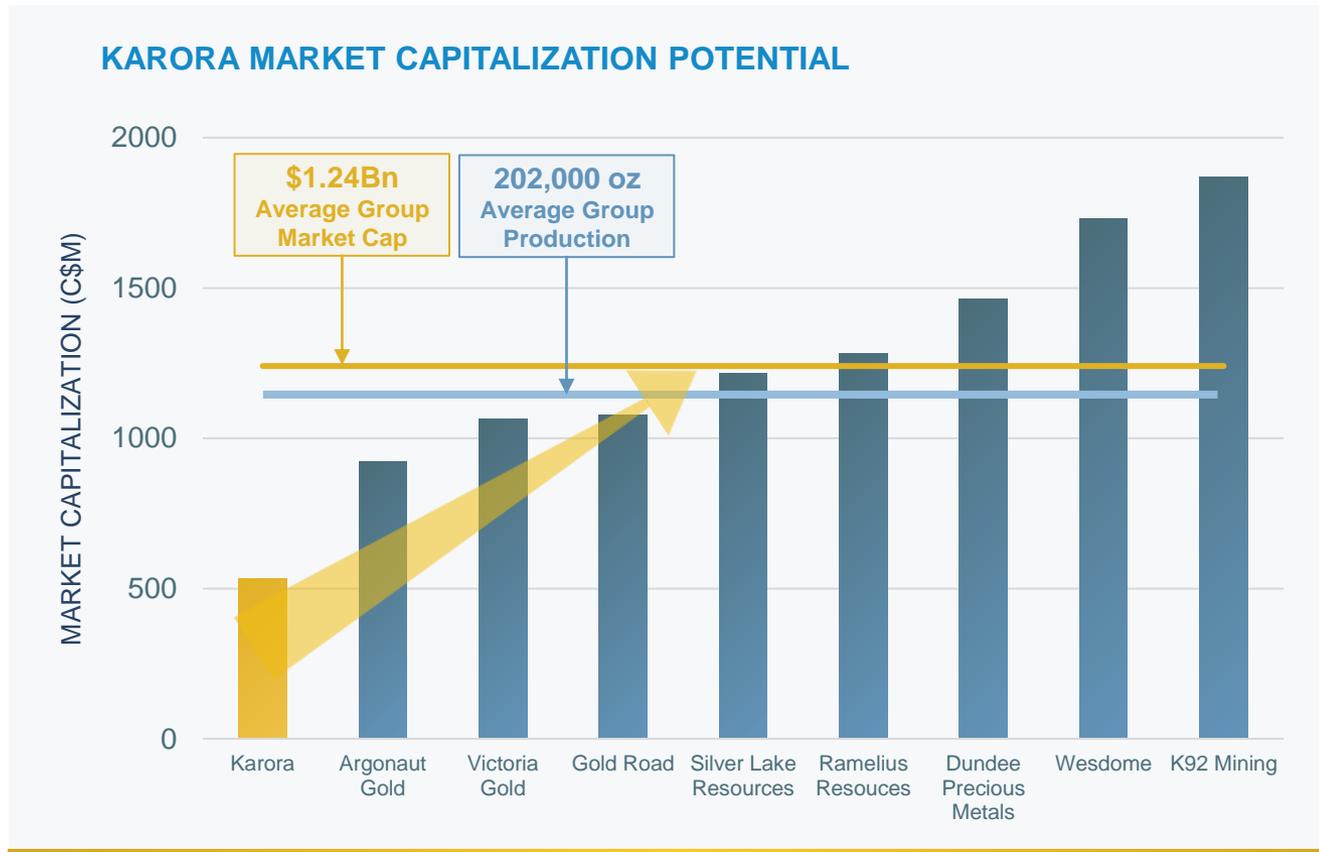
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ENTERING THE NEXT TIER OF PRODUCERS

- Increasing production to the ~200,000 oz peer group provides significant potential for valuation multiple expansion and market capitalization re-rate



1. Source: Capital IQ. As of August 6, 2021

NET ZERO ANNOUNCEMENT

Addressing climate change forms a key pillar of Karora's ESG program

PARTNERSHIP WITH THE NET ZERO COMPANY™

- Develop and implement a pathway to **net zero GHG emissions**
- **GHG reduction targets** to be set and measured using recognized best practices
- **Initial focus will be on Scope 1 and 2 emissions reductions** (direct onsite emissions and purchased energy emissions)
- Goal is to ultimately reach **True Net Zero status, which includes a measure of Scope 3 emissions** (upstream / downstream supply chain emissions)
- **Inaugural ESG Report** expected in early 2022, incorporating GHG reduction progress



Becoming one of world's first net zero GHG junior gold miners



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