

Karus Gold Spin Out - Investor FAQ



Cautionary Notes Regarding Forward-looking Statements

This document contains forward-looking statements within the meaning of applicable securities legislation. The use of the words “will”, “plan”, “should”, “potential”, “advance”, “continue”, “expects”, “anticipates” and similar expressions are intended to identify forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning the anticipated effects and expected benefits of the Spin Out; Karus’ future objectives, including the future prospects of Karus as an independent company; and the future potential of both Karus and KORE. Forward-looking statements reflect management’s current beliefs, expectations and assumptions and are based on information currently available to management, management’s historical experience, perception of trends and current business conditions, expected future developments and other factors which management considers appropriate. KORE has made certain assumptions with respect to, among other things, the expectation that Karus will meet its future objectives and priorities; that Karus will have access to adequate capital to fund its future projects and plans; that Karus’ future projects and plans will proceed as anticipated; as well as assumptions concerning general economic and industry growth rates, commodity prices, currency exchange and interest rates, and competitive intensity. Readers are cautioned not to place undue reliance on forward-looking statements, as there can be no assurance that the future circumstances, outcomes or results anticipated or implied by such forward-looking statements will occur or that plans, intentions or expectations upon which the forward-looking statements are based will occur. By their nature, forward-looking statements involve known and unknown risks and uncertainties and other factors that could cause actual results to differ materially from those contemplated by such statements. Factors that could cause such differences include, but are not limited to the potential benefits of the Arrangement not being realized; there being no current plan to list Karus shares on any stock exchange; there being no established market for the Karus shares; the potential inability or unwillingness of current Shareholders to hold Karus shares following the Arrangement; the reduced diversity of KORE and Karus as separate companies; general business and economic uncertainties and adverse market conditions; risks related to Karus’ status as an independent reporting issuer following the Arrangement; and risks related to the achievement of Karus’ business objectives. For a further description of these and other factors that could cause actual results to differ materially from the forward-looking statements included in this news release, see the risks outlined in the Circular that will be mailed to shareholders as well as the risk factors included in KORE’s management’s discussion and analysis for the year ended December 31, 2019 and as described from time to time in the reports and disclosure documents filed by KORE with the Canadian securities regulatory agencies and commissions. This list is not exhaustive of the factors that may impact Karus’ future activities and prospects. These and other factors should be considered carefully and readers should not place undue reliance on these forward-looking statements. As a result of the foregoing and other factors, there can be no assurance that actual results will be consistent with these forward-looking statements.