



# KOPY GOLDFIELDS AB

Developing projects from Prospecting into Production in Lena Goldfields, Russia



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## Currency

- Unless otherwise indicated, all dollar values herein are in US Dollars.

# Kopy Goldfields – Swedish Company with Russian assets

- Operate in Russia since 2007
- Unique exploration partner in Russia - the only listed junior explorer in Lena Goldfields and one of few in Russia
- 13 gold exploration and production licenses with total area of 2,049 km<sup>2</sup>
- 1.5 Moz JORC bedrock gold resources incl. 0.2 Moz reserves (of which 51% is owned by JV-partner)
- Bedrock gold production target 2021
- Listed on Nasdaq in Sweden since 2010
  - Market Cap of 13 MUSD (Nov 2017)
  - 5,200 shareholders, good liquidity
- Two major transactions completed :
  - 9 MUSD JV deal with GV Gold
  - 1.5 MUSD cash sale of Kavkaz and Prodolny projects



Kopy GF share price 2015-17

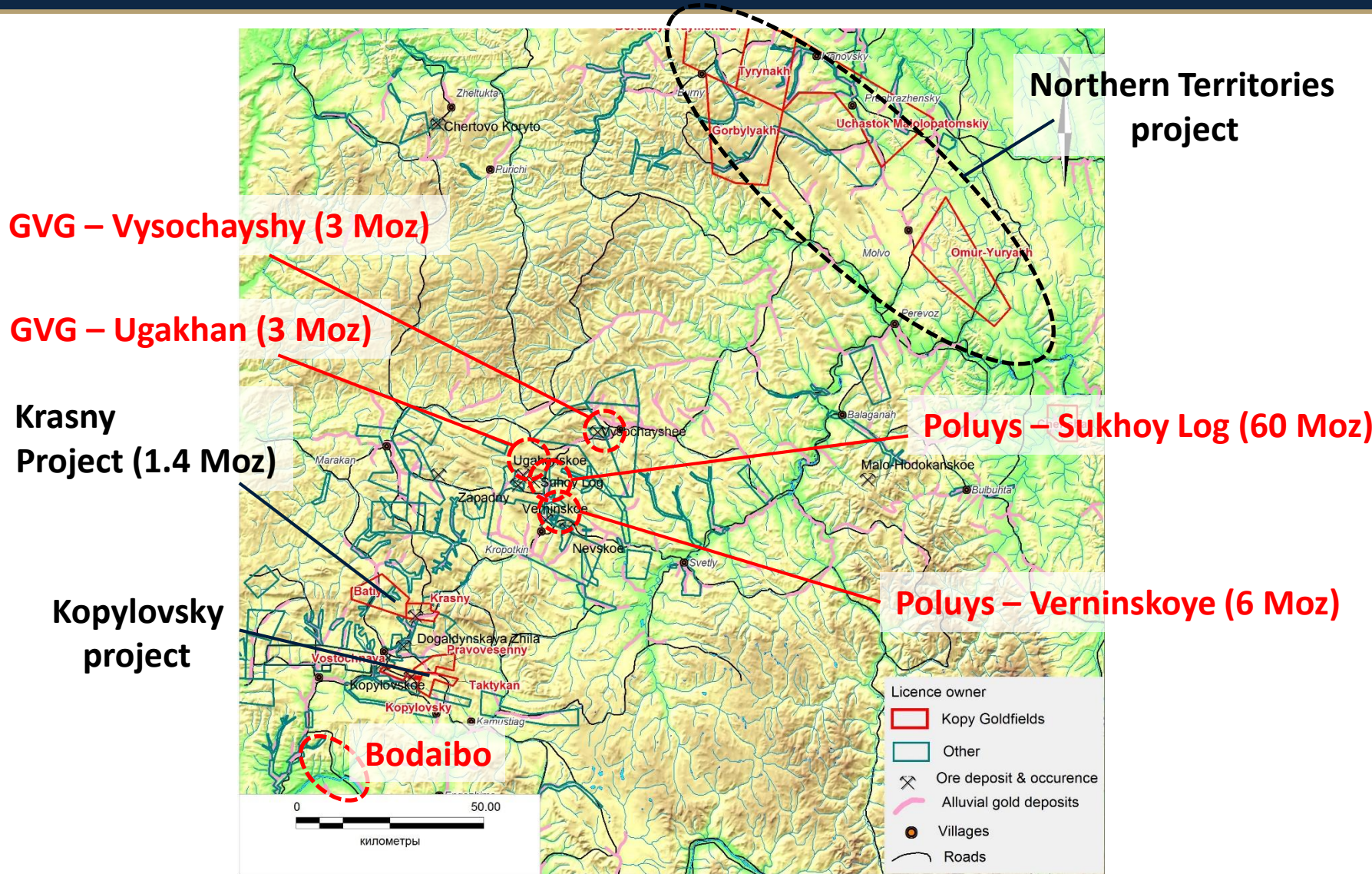


Successful share issue for 2.2 MUSD closed in October 2016

- 166% subscription rate
- 92% subscription by existing shareholders
- 35% share price increase from the issue price



# Lena Goldfields gold mining area



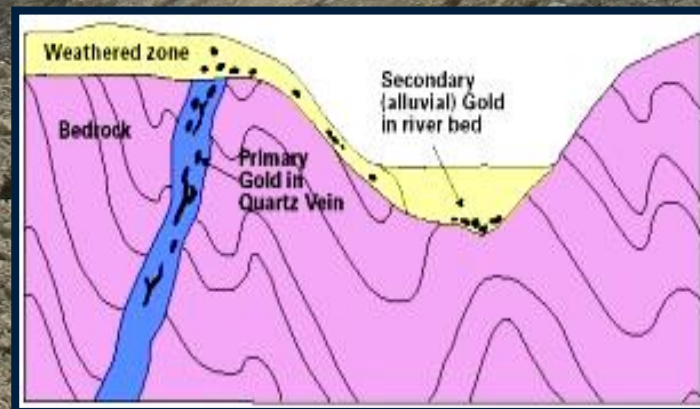
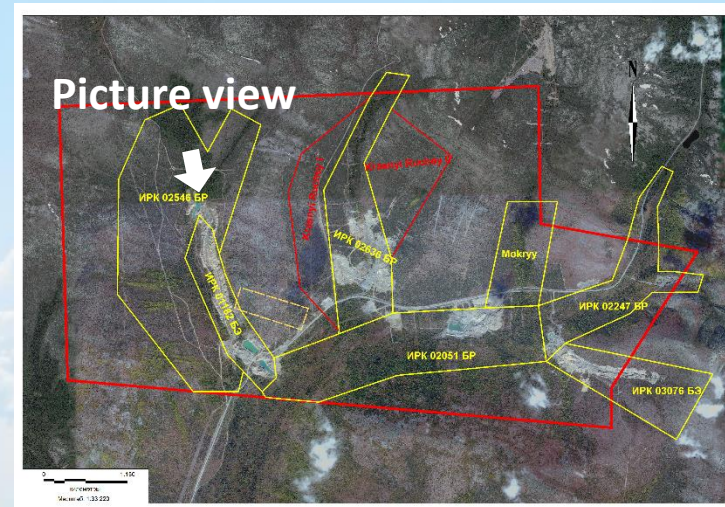


# Alluvial gold vs Bedrock gold

Krasny project maiden resources 1.4 koz gold

Krasny mountain

Alluvial mining around Krasny bedrock project



# Lena Goldfields – fast growing gold producing area

- Lena Goldfields - 42% growth in gold production in 5 years. 723 Koz gold produced in 2016, 50% alluvial
- 40 Moz of gold mined in 150 years
- Bedrock gold production from 2000' s
- Strong mining tradition and qualified personnel
- Good infrastructure with roads, electricity and contractors
- 2017 sale of Sukhoy Log to Poluys Gold is expected to boost local activities. Poluys target to drill 180 km of holes within two years during FS and commence annual gold production of 1.6 Moz from 2025
- Numerous gold anomalies and alluvial deposits indicate for bedrock gold
- Major deposits - Sukhoy Log (60Moz, licensed, FS); Vysochayshy (3 Moz) and Verninskoye (5.8 Moz) - under production



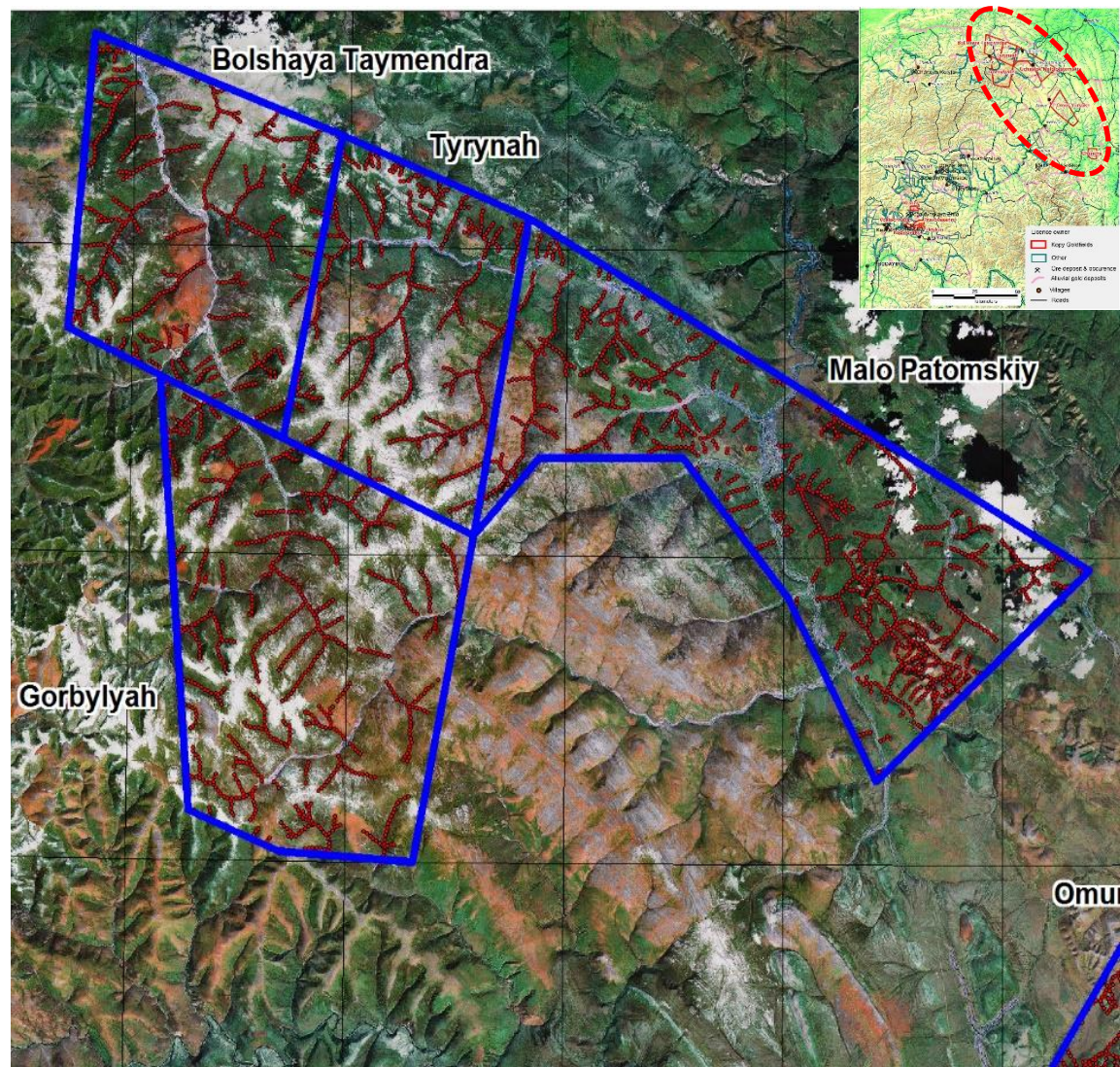
# Russia - Favorable mining and tax regime

- Favorable taxation with significant tax benefits for Siberian and Far East projects:
  - 6 % royalty; 20 % profit tax
  - 13 % flat personnel income tax
- Gold is not a “strategic mineral” in Russia:
  - Around 50 % of all gold is produced by international companies
  - Major gold producers in Russia are all registered outside Russia: Petropavlovsk, Kinross Gold, Polimetal, NordGold
- 8-12 months to get production permits
- Among the least mining costs jurisdictions: 500-600 USD/oz. Qualified and loyal personnel
- Strong support from local authorities since mining is the only industry and basis for local employment
- EU/USA sanctions do not concern mining industry
- Russia is part of Europe



# Kopylovskoye and Northern Territories projects

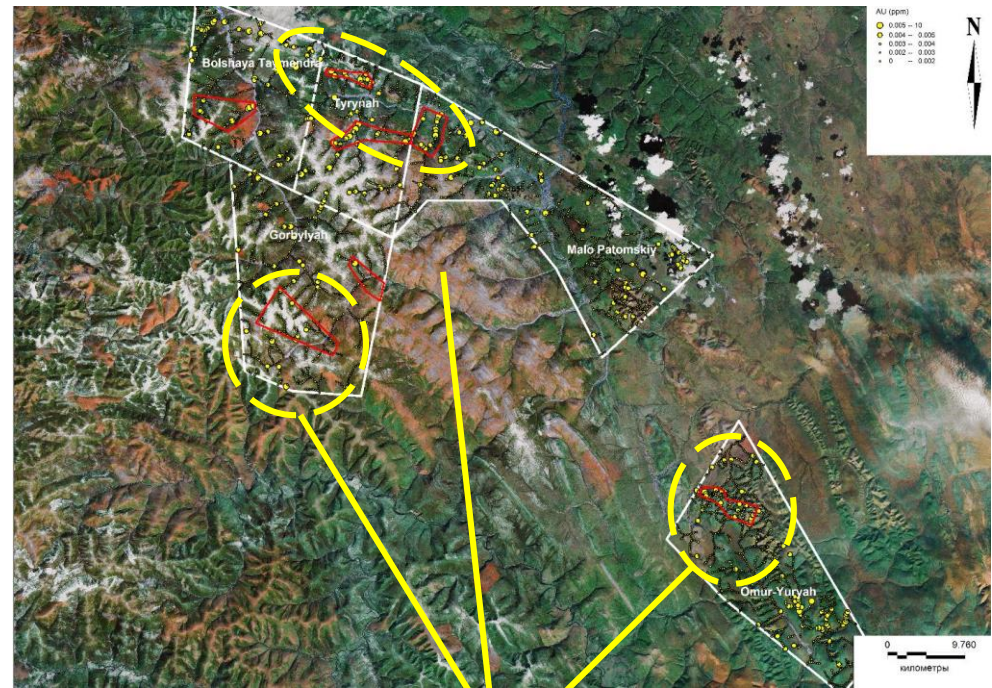
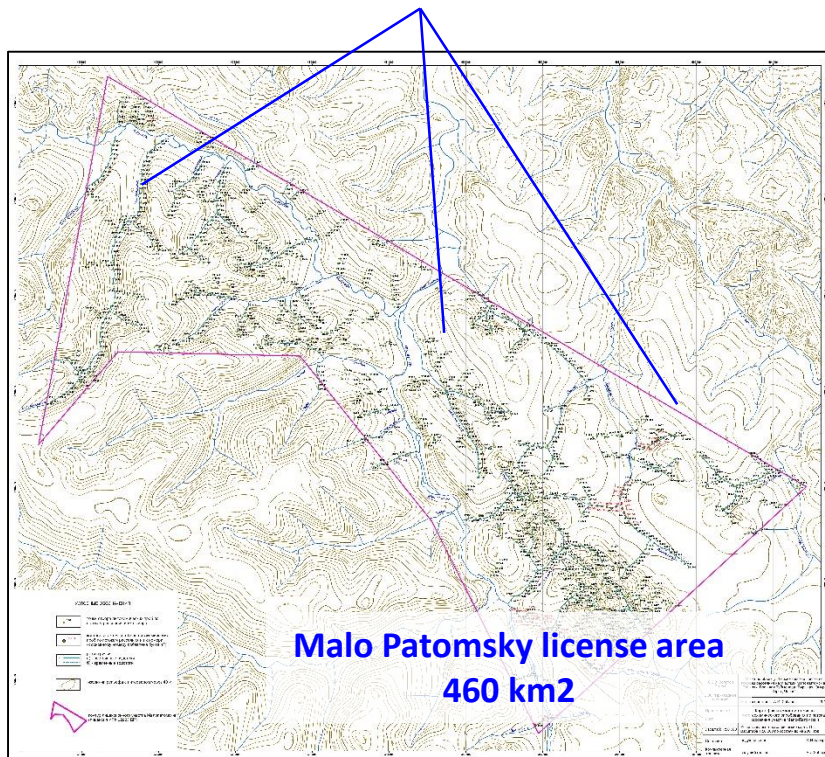
- Kopylovskoye cluster:
  - Area 80 km<sup>2</sup>
  - JORC report 117 koz I&I (717 koz Russian GKZ) resources
  - 2017 - received mining permits for test mining, 32 t ore processed
  - Negotiate sale / farm-out
- Maly Patom (former Northern Territories):
  - Total area of 1,852 km<sup>2</sup>
  - Geology similar to Sukhoy Log
  - 100 years of alluvial production but no serious bedrock exploration
  - We target bedrock gold projects from 1 Moz
  - 2016: 23 potential targets are identified during stream sediment survey
  - 2017: 122 km<sup>2</sup> (7 anomalies) covered with geochemical survey





# Maly Patom (Northern Territories) 2016 & 2017 explorations

**2016 – Stream sediment survey 1,852 km<sup>2</sup> (5-6 samples per 1 km<sup>2</sup>)  
Collected 5,380 samples. 23 targets identified for follow up exploration**

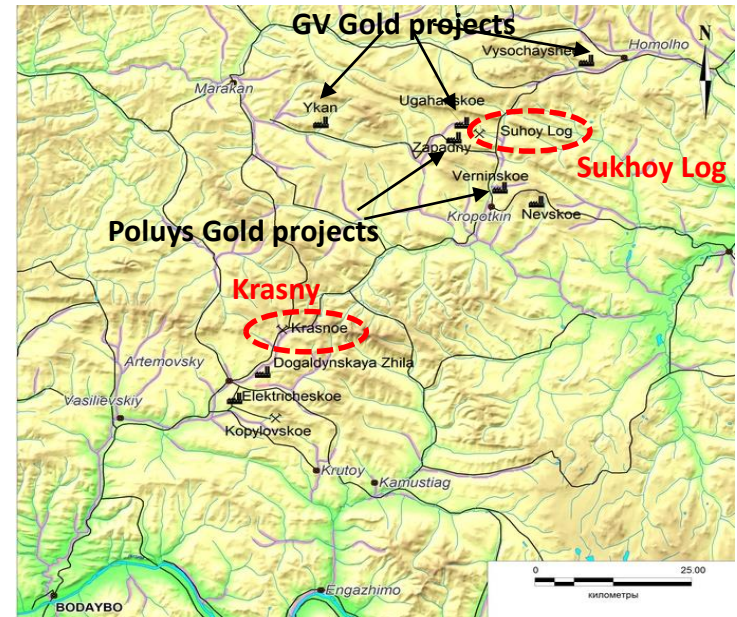


**2017 - 7 targets ( 122 km<sup>2</sup>)  
Covered with geochemical survey at 200\*50 m**



# Krasny project – developed with partner to production

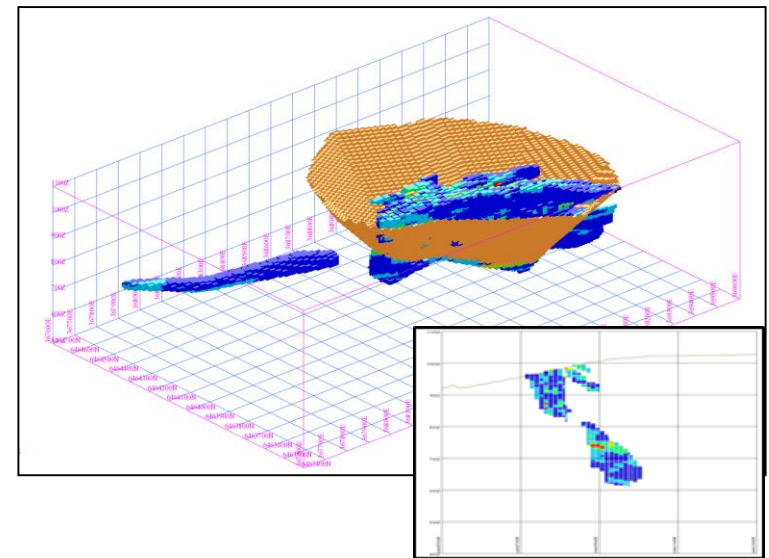
- License valid until 2035. Total area 31 km<sup>2</sup>
  - Four producing alluvial gold mines nearby
  - Total investments to date: 16 MUSD
- JV with Russian gold producer GV Gold in 2014. GVG invested 9 MUSD for 51%
- Kopy Goldfields is operator for exploration
- First gold production targeted for 2021
- GV Gold is a strong and able partner
  - 9th largest gold producer - 164 koz in 2016, first bedrock gold producer in Bodaibo area
  - 5 mines (three in production, two in development) and many mining and exploration licenses
  - International shareholders: Black Rock (18%)
  - Low cost producer (458 USD/Oz in 2016)
  - EBITDA of 114 MUSD in 2016
  - Distribution of >25% of net profit as dividends





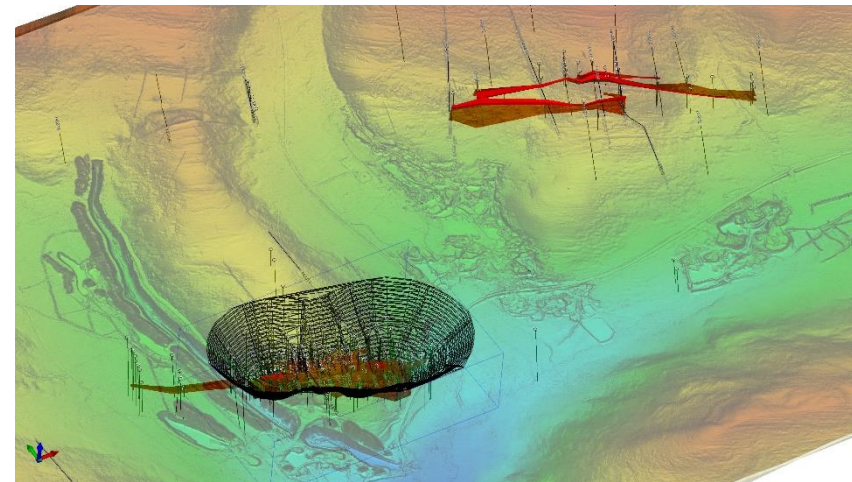
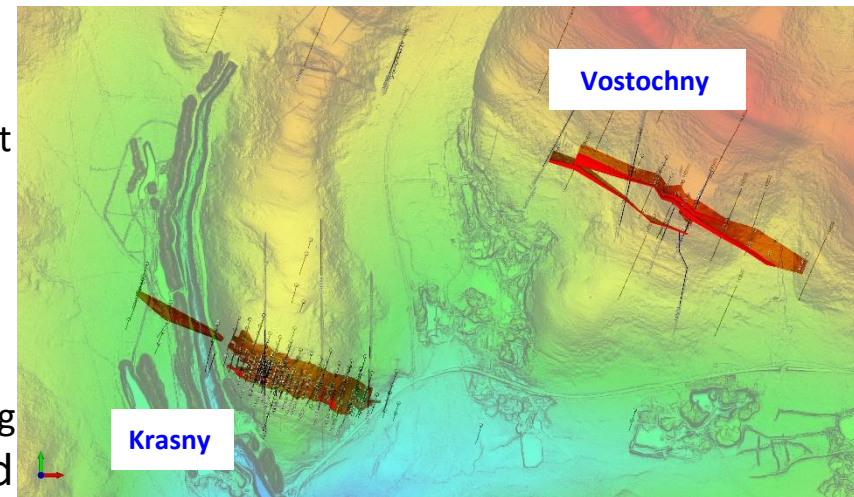
# Krasny – 1.4 Moz JORC gold resources

- JORC mineral resource in September 2017
  - Includes Upper and Lower structures and Vostochny (63 koz)
  - 1,388 koz Indicated and Inferred resources, incl
  - 240 koz probable reserves
- Positive scoping study in May 2016
  - FCF of 94 MUSD million at gold price 1,100 USD/oz and estimated production costs of 475 USD/oz (from Upper structure only)
- Russian Reserve report in March 2016
  - 314 koz C2 within the Upper structure
- Exploration work done
  - 2011-13: 15,297 m drilled + processing study
  - 2014-15: 15,467 m drilled for Upper Zone
  - 2016: 22,841 m drilled for Upper and Lower Zone, Northern structure and Area of detalization, PFS
  - 2017: 18,855 m drilling on Krasny to upgrade resources and increase scope and on Vostochny to estimate scope of mineralization



# Krasny – development targets + potential

- First gold production expected in 2021
  - 1H 2018: New JORC
  - 2H 2018: Decision over development of Krasny project into Construction
  - 2H 2018: Commence ground infrastructure work
  - 2019: Complete FS and receive construction permits
  - 2019: Update Russian reserve report
  - 2019-2020: Main construction activities
  - 2021: Equipment installation and plant Commissioning
- High Exploration Potential, on top of the reported 2017 JORC results
  - Krasny resources increased 40% during 2016
  - Vostochny (former Krasny North) located 3 km NE from Krasny is confirmed for strike of 1700 (during 2016 and 2017) meters and for 200 meters down dip. First resource estimation 63 koz based on 2016 data
  - Both Krasny and Vostochny open along strike and down dip
  - January 2017 – Batyi license issued, 86 km<sup>2</sup>
  - New exploration targets identified within Krasny and Batiy licenses





# Capital structure and share price development since 2015

- Capital structure
  - Nasdaq First North code: KOPY
  - Number of shares: 79,866,054
  - Share price (Nov 21, 2017): 1.35 SEK/share
  - Market cap (Nov 21, 2017): 106 MSEK
- Liquidity in the share
  - Sep 2017 4.5 million (6% of all shares)
  - Aug 2017 5.2 million (7% of all shares)
  - Jul 2017 4.4 million (6% of all shares)
- Shareholder structure as per 2017-09-30
  - KGK Holding AB 10.2%
  - Novatelligence AB 9.8%
  - Avanza 7.0%
  - UBS Clients Account 6.5%
  - Board and Management 2.7%
  - Other retail investors 63.8%

## Share price development

Year 2017: +19%  
12 months: +13%  
3 years: +44%



# Experienced Board and Management



Kjell Carlsson, Chairman, MSc (Mechanics), former director from Sandvik Mining and Atlas Copco.



Johan Österling, lawyer, former partner Foyen Law Firm.



Andreas Forssell, Ms Business, CEO Crown Energy. CEO of Tomsk Refining. Experience from Russia.



Mikhail Damrin, CEO Kopy Goldfields , MSc, MBA. Former manager from Central Asia Gold and West Siberian Resources



Tim Carlsson, Ms Business, CFO, former auditor at KPMG



Alexander Vamboldt, CEO Kopylovsky OOO and Production Director, MSc Mining Engineer



Evgeny Boshkov, Chief geologist, PhD geology, Long experience from exploration in Africa and Russia



# Thank you for attention! Visit us at booth # D7

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