Kore Potash plc
(Incorporated in England and Wales)
Registration number 10933682
ASX share code: KP2
AIM share code: KP2
JSE share code:KP2
ISIN: GB00BYP2QJ94
("Kore Potash" or the "Company")

Review of Operations for the Quarter ended 31 December 2020

Kore Potash plc, the potash development company with 97%-ownership of the Kola and DX Potash Projects in the Sintoukola Basin, located within the Republic of Congo ("**RoC**"), provides the following quarterly update, for the period to 31 December 2020 (the "**Quarter**").

Quarterly Highlights:

DX Project Definitive Feasibility Study ("DX DFS")

- Phase 1 of the DX DFS remains on track for completion in May 2021.
- Drilling productivity and costs during the Quarter were better than budgeted and the Company is anticipating drilling additional diamond drill holes in the quarter ending 31 March 2021.
- The revised drilling plan aims to drill up to two more diamond drill holes than previously planned for a total of seven diamond drill holes.
- Diamond drilling is on track to be completed within the quarter ending 31 March 2021.
- Production brine test works being undertaken in the Sociedad Quimica Minera de Chile's ("SQM") laboratory in Chile are on track for completion in the quarter ending 31 March 2021.
- Geomechanical testing of DX core in Germany and the USA is expected to be completed in the quarter ending 31 March 2021.

The Kola Potash Project

- Discussions continued in the Quarter with a number of potential financiers who have indicated potential interest in financing the Kola project.
- In addition, the Company continued dialogue with engineering and construction companies with the capability to conduct further optimisation of the Kola design and capital cost.

Corporate Highlights

- Ms Trinidad Maria Reyes Perez was appointed as a Non-Executive Director of the Board after nomination by SQM on 24 November 2020. Trinidad replaces Mr Jose Antonio Merino who resigned from the Board with effect from the same date.
- Following correspondence received from the RoC's Minister of Mines regarding the development of Kore's projects in the Sintoukola Basin, the Company met with and held a productive dialogue with the Minister of Mines on 28 December 2020 and again on 13 January

2020. These meetings afforded Kore and the Minister the opportunity to constructively consider options to accelerate the development of the projects.

- As communicated by the Company on 14 December 2020, the Company is progressing the development of the DX and Kola projects towards production and continues to comply with its obligations to the Government of the RoC.

- On 31 December 2020, the Company held USD 5.56 million cash at bank.

Brad Sampson, Chief Executive Officer of Kore Potash, commented:

"The Company continues to progress the definitive feasibility study for the DX project as this currently represents the fastest route to first production and cash generation, which will provide a firm foundation for the further development of the Sintoukola Basin.

"The larger Kola project remains important for Kore and our stakeholders and dialogue continues with potential strategic, financial and construction partners on the capital optimisation of Kola and then construction."

Operational activities

DX DFS

- On 2 December 2020, the Company provided a progress update on the first phase of the DX DFS and as at 31 December 2020 progress was:
    - Phase 1 remains on track to be completed in May 2021.
    - The planned diamond drilling is progressing within the schedule. Mud rotary drilling of drill holes DX 10, 11, 12, 13 and 14 has been completed to the anhydrite layer and the holes have been cased and grouted ready for diamond drilling of core samples.
    - The diamond drilling and coring of DX 11, 12 and 13 was completed and preparation of samples for assay testing is underway.
    - Geo-mechanical testing of samples from previously drilled core and from core taken from DX 12 and 13 has commenced. To date Agapito Associates Inc. ("AAI") has completed 21 Unconfined Compressive Strength tests and 21 Triaxial Compressive Strength tests. The test report is expected in the quarter ending 31 March 2021.
    - Creep tests at the Institut fur Gebirgsmechanik laboratory in Germany are progressing with 6 of the 12 tests completed, results expected in the quarter ending 31 March 2021.
    - The geomechanical modelling work commenced in December 2020. The modelling work for eight scenarios has been completed with two more scenarios currently being modelled. Preliminary geomechanical modelling results are expected to be received in the quarter ending 31 March 2021.
    - Modelling to predict surface subsidence that will be caused by cavern extraction has commenced and results are expected in the quarter ending 31 March 2021.
    - SQM is conducting test works within their pilot plant to improve confidence in the estimate of the potassium carrying capacity of the production brine. This work has commenced and is expected to be completed within the ending 31 March 2021.

There were no mining production or construction activities during the Quarter.

Next steps

DX DFS work planned for the quarter ending 31 March 2021 includes the following:

- Completion of the planned diamond drill holes.
- Completion of the geo-mechanical testing and modelling.
- Completion of the subsidence modelling.
- Design of the cavern layout and production extraction sequencing.
- Commencement of an update of the geological model to incorporate the DFS drilling results.
- Completion of the test works being done by SQM to improve confidence in the potassium carrying capacity of the production brine.

Quarterly cashflow report

In accordance with the ASX Listing Rules, the Company will also lodge its cashflow report for the Quarter today. Included in those cashflows are non-executive directors' fees and CEO salary and bonus of approximately USD371k settled in cash. The Company settled outstanding directors' fees for the quarter ended 30 June 2020 and for the quarter ended 30 September 2020 through the issue of 6,566,821 ordinary shares, as announced on 13 October 2020. The Company also settled outstanding directors' fees for the quarter ended 31 December 2020 through the issue of 2,909,389 ordinary shares, as announced on 15 January 2021.

The Company invested USD788k in exploration in the Quarter which comprised USD583k related to DX DFS design work, USD156k in sourcing DX DFS related drilling consumables, and USD49k DX DFS management related costs. The Company ended the Quarter with USD5.56 million of cash at bank.

The announcement is available on the JSE's website at
https://senspdf.jse.co.za/documents/2021/jse/isse/kp2e/QDec20.pdf
and on the Company's website at https://korepotash.com/investors/announcements/

ENDS

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JSE Sponsor: Rencap Securities (Pty) Limited

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Tenement Details and Ownership

The Company is incorporated and registered in England and Wales and wholly owns Kore Potash Limited of Australia. Kore Potash Limited has a 97% holding in SPSA in the RoC. SPSA is the 100% owner of Dougou Potash Mining S.A. which will hold the Dougou Mining Lease upon the transfer from SPSA to Dougou Potash Mining S.A. through the issue of a Presidential Decree. In addition, SPSA were recently awarded the Sintoukola 2 Exploration Permit. The Kola Deposit is located within the Kola Mining Lease. The Dougou Mining lease hosts the Dougou Deposit and the Dougou Extension Deposit.

Table 1: Schedule of mining tenements (Republic of Congo) *

Project & Type	**Tenement Issued**	**Company Interest**	**Title Registered to**
Kola Mining	Decree 2013-412 of 9 August 2013	100% potassium rights only	Kola Potash Mining S.A.
Dougou Mining	Decree 2017-139 of 9 May 2017	100% potassium rights only	Sintoukola Potash S.A.
Sintoukola2 Exploration	Decree 2018-34 of 9 February 2018	100% potassium rights only	Sintoukola Potash S.A.

* these remain unchanged from the quarter ended 30 September 2020.

Kore's Potash Mineral Resources and Ore Reserves - Gross and according to future 90% interest (10% by the RoC government)

KOLA SYLVINITE DEPOSIT						
	Gross			Net Attributable (90% interest)		
Mineral Resource Category	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**
Measured	216	34.9	75.4	194	34.9	67.8
Indicated	292	35.7	104.3	263	35.7	93.9
Sub-Total Measured + Indicated	**508**	**35.4**	**179.7**	**457**	**35.4**	**161.7**
Inferred	340	34.0	115.7	306	34.0	104.1
TOTAL	**848**	**34.8**	**295.4**	**763**	**34.8**	**265.8**

	Gross			Net Attributable (90% interest)		
Ore Reserve Category	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**
Proved	62	32.1	19.8	56	32.1	17.9
Probable	91	32.8	29.7	82	32.8	26.7
TOTAL	**152**	**32.5**	**49.5**	**137**	**32.5**	**44.6**

Ore Reserves are not in addition to Mineral Resources but are derived from them by the application of modifying factors

DOUGOU EXTENSION SYLVINITE DEPOSIT (HWSS and TSS)						
	Gross			Net Attributable (90% interest)		
Mineral Resource Category	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**
Measured	-	-	-	-	-	-
Indicated	79	39.1	30.8	71	39.1	27.7
Sub-Total Measured + Indicated	**79**	**39.1**	**30.8**	**71**	**39.1**	**27.7**
Inferred	66	40.4	26.7	59	40.4	24.0
TOTAL	**145**	**39.7**	**57.5**	**130**	**39.7**	**51.8**

	Gross			Net Attributable (90% interest)		
Ore Reserve Category	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Sylvinite Million Tonnes**	**Average Grade KCl %**	**Contained KCl million tonnes**
Proved	-	-	-	-	-	-
Probable	17.7	41.7	7.4	16	41.7	6.6
TOTAL	**17.7**	**41.7**	**7.4**	**16**	**41.7**	**6.6**

Ore Reserves are not in addition to Mineral Resources but are derived from them by the application of modifying factors

DOUGOU CARNALLITE DEPOSIT							
		Gross			**Net Attributable (90% interest)**		
Mineral	**Resource Category**	**Million Tonnes carnallite**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Million Tonnes carnallite**	**Average Grade KCl %**	**Contained KCl million tonnes**
Measured		148	20.1	29.7	133	20.1	26.8
Indicated		920	20.7	190.4	828	20.7	171.4
Sub-Total	**Measured + Indicated**	**1,068**	**20.6**	**220.2**	**961**	**20.6**	**198.2**
Inferred		1,988	20.8	413.5	1789	20.8	372.2
TOTAL		**3,056**	**20.7**	**633.7**	**2750**	**20.7**	**570.3**

KOLA CARNALLITE DEPOSIT							
		Gross			**Net Attributable (90% interest)**		
Mineral	**Resource Category**	**Million Tonnes carnallite**	**Average Grade KCl %**	**Contained KCl million tonnes**	**Million Tonnes carnallite**	**Average Grade KCl %**	**Contained KCl million tonnes**
Measured		341	17.4	59.4	307	17.4	53.5
Indicated		441	18.7	82.6	397	18.7	74.4
Sub-Total	**Measured + Indicated**	**783**	**18.1**	**142.0**	**705**	**18.1**	**127.8**
Inferred		1,266	18.7	236.4	1140	18.7	212.8
TOTAL		**2,049**	**18.5**	**378.5**	**1844**	**18.5**	**340.6**

Competent Persons Statements

All Mineral Resource and Ore Reserves are reported in accordance with the JORC Code (2012 edition). Numbers are rounded to the appropriate decimal place. Rounding ‘errors’ may be reflected in the “totals”. The Kola Mineral Resource Estimate was reported 6 July 2017 in an announcement titled ‘Updated Mineral Resource for the High -Grade Kola Deposit’. It was prepared by Competent Person Mr. Garth Kirkham, P.Geo., of Met-Chem division of DRA Americas Inc., a subsidiary of the DRA Group, and a member of the Association of Professional Engineers and Geoscientists of British Columbia. The Dougou carnallite Mineral Resource estimate was reported on 9 February 2015 in an announcement titled ‘Elemental Minerals Announces Large Mineral Resource Expansion and Upgrade for the Dougou Potash Deposit’. It was prepared by Competent Persons Dr. Sebastiaan van der Klauw and Ms. Jana Neubert, senior geologists and employees of ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau mbH and members of good standing of the European Federation of Geologists. The Dougou Extension sylvinite Mineral Resource Estimate is reported herein. Ms. Vanessa Santos, P.Geo. of Agapito Associates Inc., for the Exploration Results and Mineral Resources. Ms. Santos is a licensed professional geologist in South Carolina (Member 2403) and Georgia (Member 1664), USA, and is a registered member (RM) of the Society of Mining, Metallurgy and Exploration, Inc. (SME, Member 04058318). The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company 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.

Forward-Looking Statements

This release contains certain statements that are "forward-looking" with respect to the financial condition, results of operations, projects and business of the Company and certain plans and objectives of the management of the Company. Forward-looking statements include those containing words such as: “anticipate”, “believe”, "expect," “forecast”, “potential”, "intends," "estimate," "will", “plan”, “could”, “may”, “project”, “target”, “likely” and similar expressions identify forward-looking statements. By their very nature forward-looking statements are subject to known and unknown risks and uncertainties and other factors which are subject to change without notice and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct, which may cause the Company’s actual results, performance or achievements, to differ materially from those expressed or implied in any of our forward-looking statements, which are not guarantees of future performance. Neither the Company, nor any other person, gives any representation, warranty, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statement will occur. Except as required by law, and only to the extent so required, none of the Company, its subsidiaries or its or their directors, officers, employees, advisors or agents or any other person shall in any way be liable to any person or body for any loss, claim, demand, damages, costs or expenses of whatever nature arising in any way out of, or in connection with, the information contained in this document.