

UPDATE COURMACK EXPLORATION AB



22 September 2015

Courmack today

Concessions

- Asankrangua
- Kings Cross
 - Ashtar
- Small scale

Production

- Reports

Namibia

Next step

Economy

Budget and forecasts

Updated timeframe

Heavy rains delays operations slightly on our Exploration program at Asankrangua

Courmack Exploration AB today

Welcome to a update on our activities at Courmack Exploration AB.

The year 2015 have been a very hectic year for us in the working team were we have done a lot of travelling as well as taken some important decisions for the future. We have met many different investors in several different countries as well as started the first production on one of our sites in Ghana. The team that works with the company on a daily basis is now in total 28 people in Ghana. Hans Söderström and Peter Eriksson in Sweden, as well as since august 2015 2 employees in Namibia. We are over 40 people involved in the company as well as we are supporting the life of many more in Ghana and Namibia.

This newsletter is to serve as a small update on the progress of the company. My feeling is that we have actually done much more than I could have dreamed of when we decided to start Courmack Exploration that day on Arlanda almost 2 years ago.

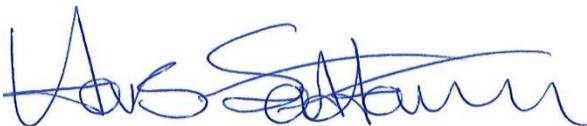
With less than 4 million sek cash we have started a company worth over 47 million sek in the balance sheet. We have our own production of gold in Ghana that give us about 1 kg every month. We are negotiating with the Namibian government as well as local fund in Namibia to start their first gold refinery. Giving us access to the whole of Namibias gold production at B2 gold and Navachab.

The gold prices are picking up in the latest reports and we can only dream about how they will develop. However as we know our production cost Courmack can produce gold as low as to 150 000 Sek / kg. This give us a huge advantage and a future that looks exciting.

Courmack Exploration is also recruiting new members to our board. We are speaking to several interesting potential contacts with experience in the industry. This to lift the board and its work to the next level.

Please enjoy the document, and feel the spirit of the company!

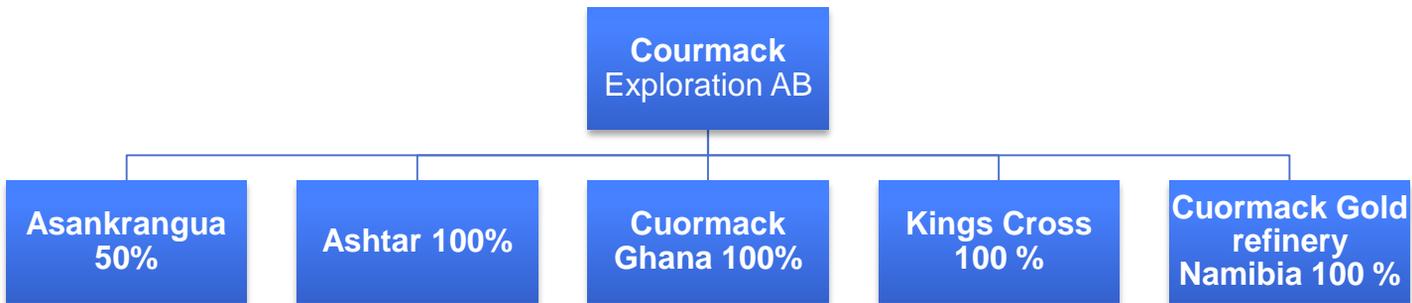
Best regards



Hans Söderström
Chairman Courmack AB



Meetings in Accra at Mineral Commission 20th March 15
Fr left: Kjell Hansen, Hans Söderström, Christian Akunor
Peter Eriksson and Arnfinn Bergh



Courmack Exploration AB:

Swedish company owned by totally 10 share holders from Sweden and Finland.
Majority of shares belong to founders of the company

Ashtar Ltd:

9 sqkm concession 100 % owned by Courmack Exploration Sweden

Asankrangua:

147 sqkm concession owned by Afro Scandic Ghana Ltd.

Courmack Exploration own 50.1% of shares. Hudson Bay AS Norway own 49.9% of shares

Cuormack Ghana Ltd:

Owned by Courmack Sweden AB to 100% we use Courmack as production company

Kings Cross Ltd:

1020 sqkm concession owned by Kings Cross Ghana Ltd.

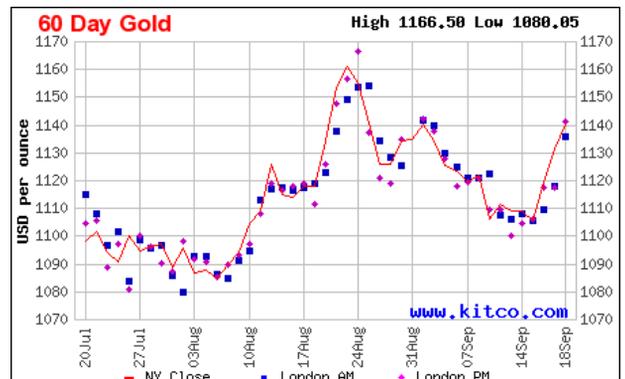
Courmack Exploration AB own 100 % of the shares

Cuormack Gold Refinery Namibia:

Owned by Courmack Exploration AB to 100 %

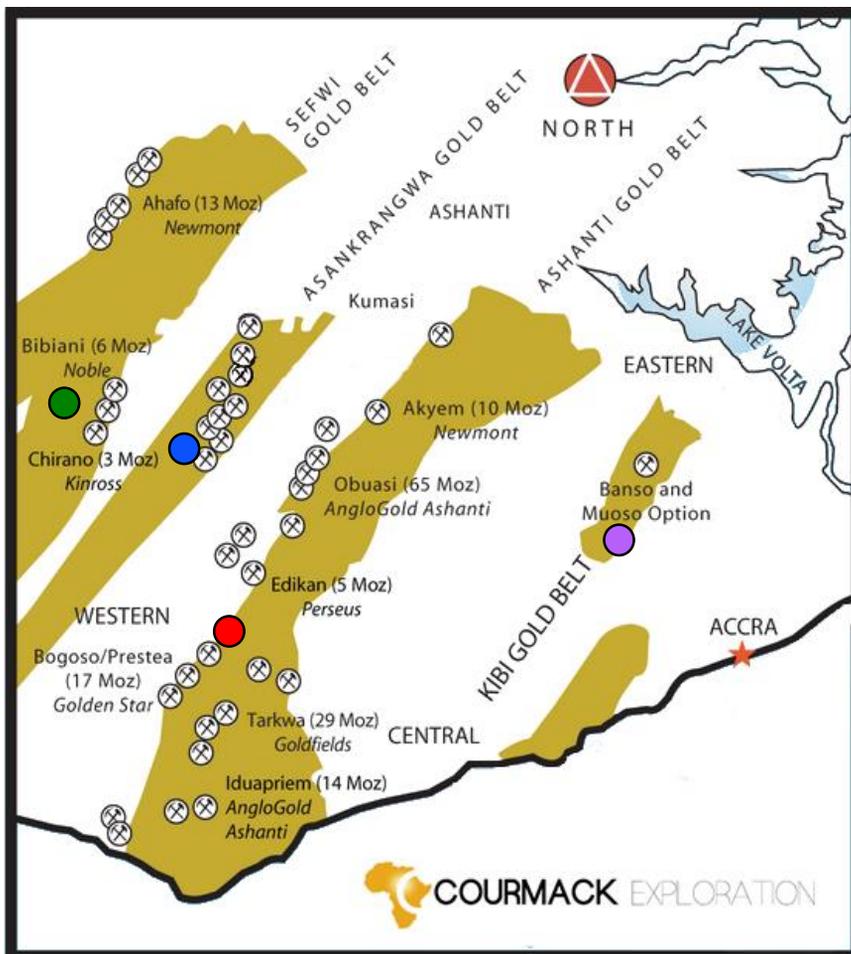


Team at Asankrangua



Latest reports showing gold price picking up again

Courmack concessions



- **Kings Cross concession**
1020 sqkm
Prospecting license
Valid to 2017 (renewal)
- **Asankrangua concession**
147 sqkm
Prospecting license renewed
Valid to nov 2016 (renewal)
50 % share holder Courmack
50 % Hudson Bay Norway
- **22 small scale mining license**
Valid to Year 2020 (renewal)
- **Ashtar concession**
9 sqkm
Prospecting license
Valid to year 2017 (renewal)

A lot of work been put in to organizing the concession documents as well as all renewals. Christian Akunor works on a daily basis to control the areas from illegal miners as well as follow Mineral commissions requests for reports and activity on the land.

As the concession are our assets in the company, we have hired a assistant to se that all documents are being delivered in on time and followed up. We are renting a small office were we also can have meetings.

The office is located in Accra airport residential area not far away from Kotoka International Airport.

We have also engaged a auditor who handle all the economy sides of the company, to keep books updated and in order.



Asankrangua

The year started with many meetings and negotiations with Hudson Bay recourses. The two companies came to an agreement where we now established a joint venture company. Owing 50 % each of the Asankrangua concession in western Ghana.

Since the prospecting license were almost expired we started the process of renewal. Two representatives from Hudson Bay went down to Ghana where we met the chiefs in the area as well as the mineral Commission to secure the process.

Since then we have made smaller work on site as well as engaged a geologist to write an extension request to Minerals Commission securing the license another year. Until nov. 2016.

The extension have been submitted and received by Minerals Commission and we are expecting approval of the request in October.

The report will then be sent to the board of Hudson Bay.

A joint plan and strategy report will be made during autumn 2015.

But the head goal is at least 1 mining lease to be registered during 2016.

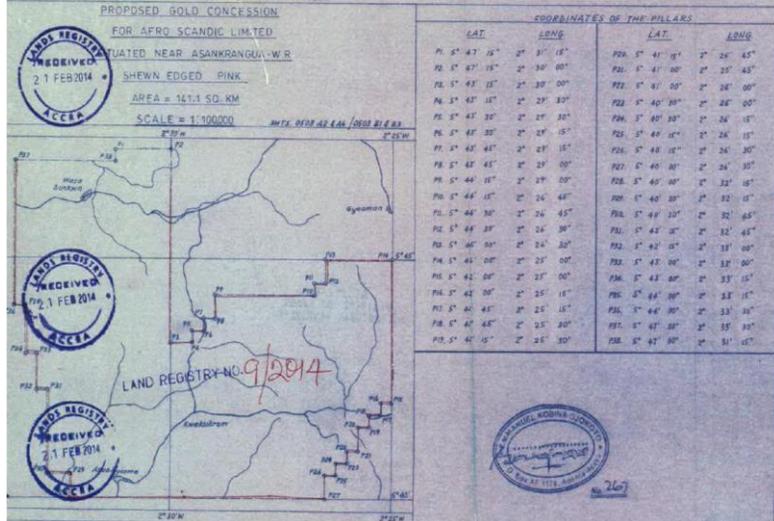
Mining lease can only be 64 sq. km.

In Ghana today its really difficult to find unexplored land, and with the results we have had so far we will continue to do activities that verifies the value of the land.

After that its up to the board to decide if we want a exit during 2016 or to go ahead and start mining.

We have started to plan a smaller prospecting production as well on the site.

This to gain a small cash flow as well as prove the recourses. There are quiet a lot of geological report on Asankrangua. Email if you want details.



Kings Cross

This is a huge concession in the eastern region of Ghana.

Courmack Exploration have a recognition license on the area and we are planning a exploration program to first find alluvial deposits as well as in the long run start production on the sites.

As there are a lot of interests from outside investors that look for new concessions we want to bring this area to the next level to be able to sell or start hard rock mining on the sites.

Currently Dr Hayford from University of mining in Ghana in Accra are setting up the structure for a exploration team to work on the sites.

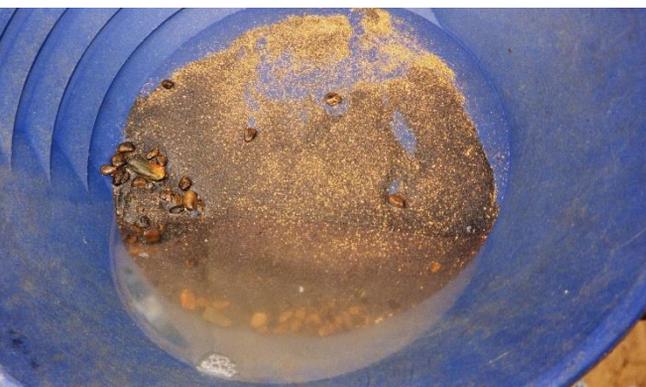
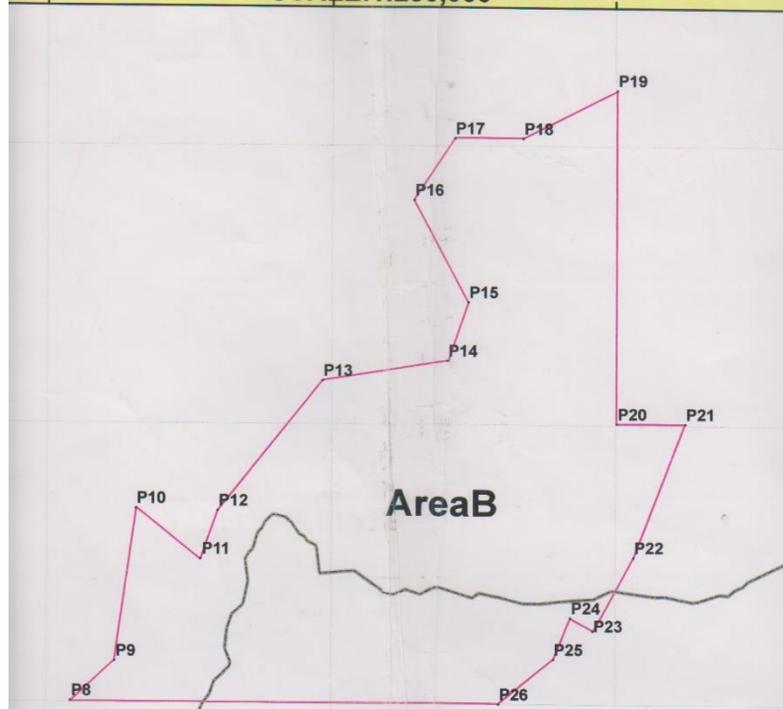
The license is registered in 2 separate areas but is totally 1020 sqkm.

Some of the areas we can convert into small scale mining concessions giving us a opportunity to start mining almost immediately.

As soon as Courmack can show a positive cash flow the intention is to move in with several drilling rigs. The exploration work will be done by mr Hayford on site but monitored by our Swedish geologists.

We are already in dialogue with possible investors for the area and most probably It will be divided into several concessions.

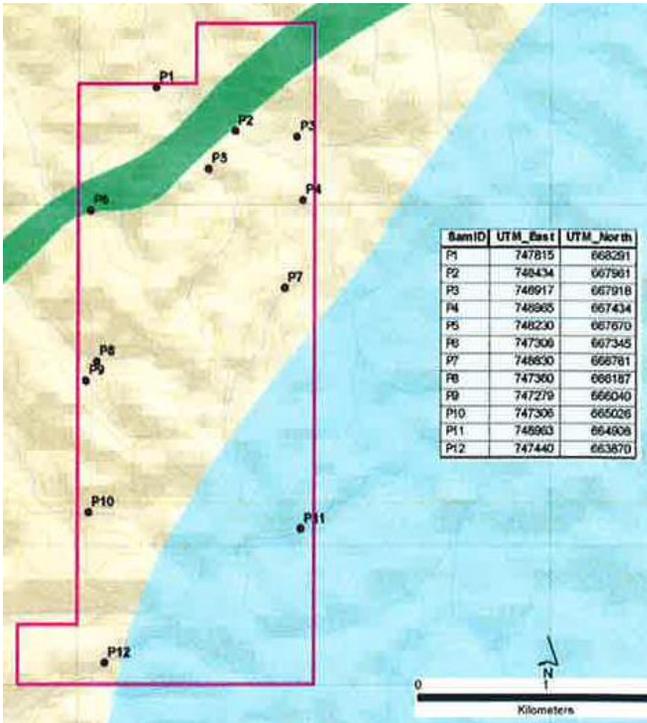
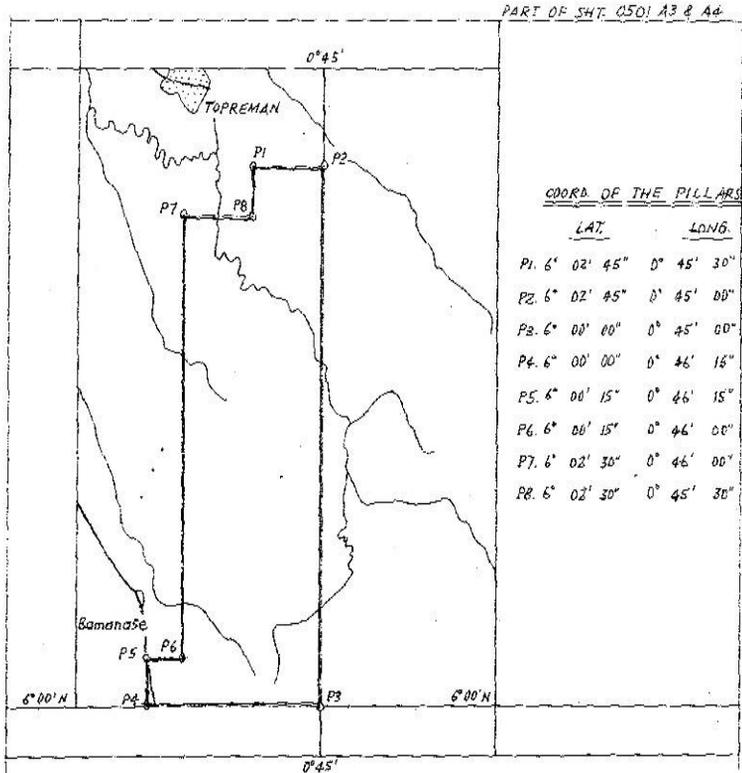
**BOTH IN JAMAN AND WENCHI DISTRICTS, BRONG AHAFO SHEWN IN PINK
TOTAL AREA=1020 SQUARE KILIMETRES
SCALE:1:250,000**



Ashtar

Ashtar is now being upgraded to a mining license. That will give us more options how to proceed to develop the license. We aim on production here as well in the very near future.

Substantial work have been conducted as shown in the terminal report made for Mineral Commission.



All 12 samples taken to standard fire assay in Accra shows content of gold.

The exploration team in Accra is putting a more detailed work plan in place to be able to get more information.

Meanwhile we have started the process of upgrading to a mining lease. There is more information in a separate report. Email if you need more information.



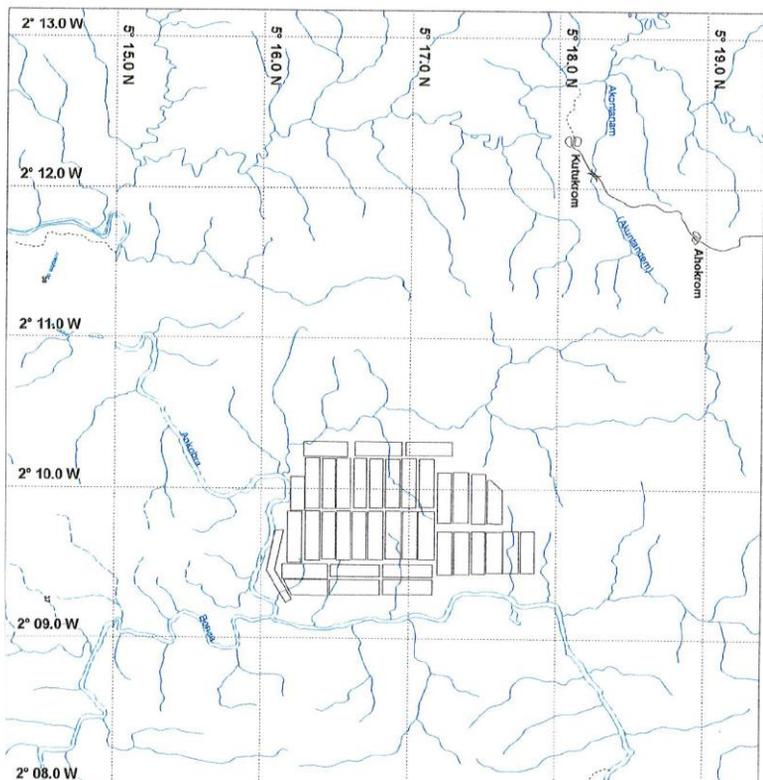
Small Scale

The small scale concessions at Maham have given us the possibility to produce some smaller amounts of gold.

We have currently 22 concessions in 1 cluster close to Prestea in Western Region in Ghana.

We have done quiet a lot of exploration as well as sample production on the sites during the years.

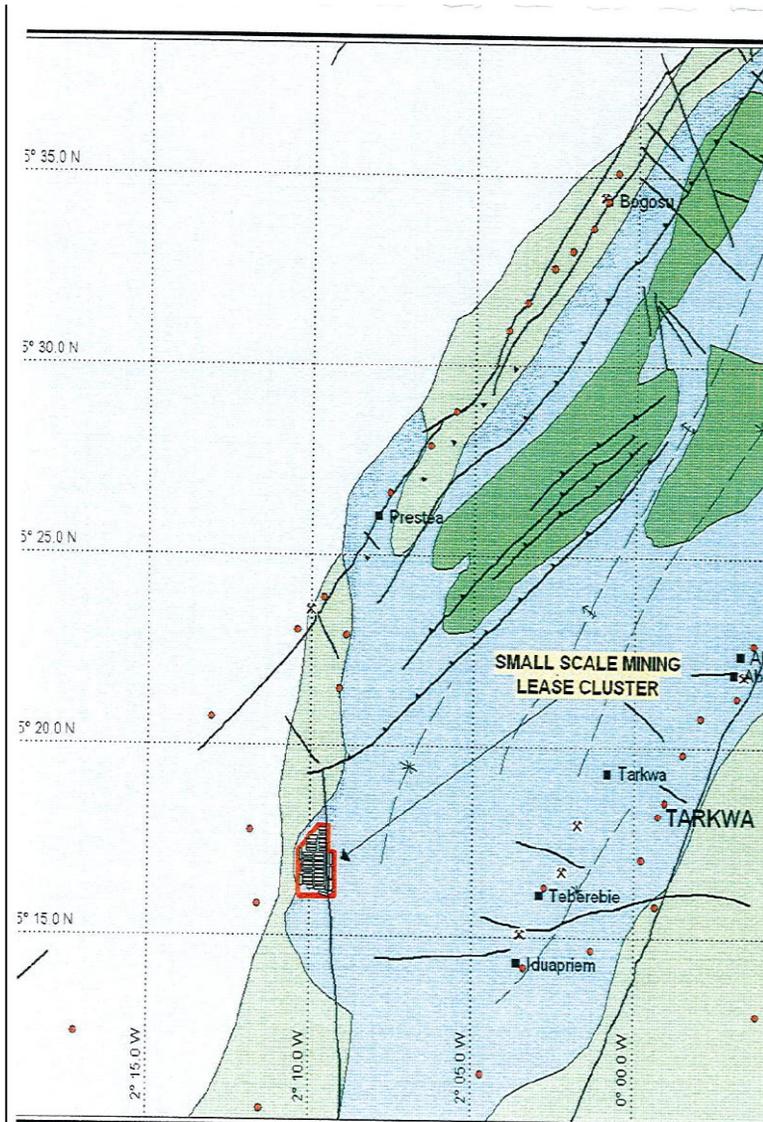
Results from the small production gives indication on 1.5 grams – 2 grams of gold per ton. This results are achieved with very poor equipment and recovery systems.



This 1 600 grams was recovered from the deposit at our first sample run during 2005.

We are now setting up production in the same area but in a much smaller volume to start with.

There are more information in a separate report email for more information.



Production

We are currently running a small scale prospecting production on one of the sites at Prestea. It is a manual production with pumps and sluice box that give us a rather poor recovery but anyhow keep a positive cash flow in Courmack Ghana.

We are keeping record of all data just to be able to follow the grades as well as giving some data on what we can expect.

The estimation right now is that we catch about 45% of the existing gold. But that is just a estimate as we have had between 2g-3g /ton in the assay reports.

We had some issues with rain and we are depending on the excavator working. A short stop can make us loose a whole day.

The staff work Monday to Friday 0700 – 1600 with weekends off. The guards are hired in 24/7 and work in shifts.

The gold is sold t PMMC in Tarkwa. The money is transferred into Courmack account in Ghana and is used in the business. Currently we make a small profit on the production.

DATE: 30/07/2015  COURMACK EXPLORATION Made by: _____

WEEKLY RESULTS FROM WASHING

Total Gravel tonnage 500

Gold recovered in grams 225.6 unrefine
218.6 Refined

Hours worked 45

Number of labour 25

Location Prestea

Siteforeman: James Kabu Date: 30/07/2015

Recived by: AKUNOR CHRISTIAN DATHELS Date: 30/07/2015



Site	Gold	Hours	Labour	Gravel	Week
Prestea	219 gr	45	25	500 T	35
Prestea	60 gr	45	25	140 T	36 *
Prestea	151 gr	40	24	260 T	37
Prestea	214 gr	46	25	480 T	38
Total	644 gr	176	99	1380 T	

* Heavy rains made washing very difficult

Namibia

We have started Courmack Namibia to do a refinery in Namibia.

We have been approached by the ministry of finance in Namibia to look at the option of refining the gold that are produced in the country. Currently the 2 mines are sending their gold to rand refineries in south Africa. Totally its almost 3 tons of gold that needs to be refined.

We have therefore taken the decision to send all the gold we produce in Ghana to Namibia to be refined. This in our own refinery. We are talking to a fund in Namibia who wants to cofound the refinery. We will start with a smaller equipment for this with a capacity of 15 Kg / day.

Our production in Ghana in 6 months will produce about 2 kg / day.

The total investment is 1 700 000 USD and we are preparing the full business case study.

A MOU will be signed with the cofounders during November 2015.



Initial talks on gold refinery during Honorable minister Carl Schlettweins visit to Sweden. Now minister of finance.

Fr. Left Timo Palander Hon. Consoler Namibia to Finland, Bonnie Hifikue Ambassadour Namibia in Finland Minister of Trade Hon Carl Gustav Schlettwein (Now minister of finance Namibia) Hans Söderström Rolf Larsson, Peter Eriksson and Agne Söderström

Next Step

The most important task for us right now is to increase the production.

Make it more sufficient. Increase volumes and recovery grades.

This can only be done with bigger and better equipment. We have been talking to several producers of equipment. Here follows some of the options:

We have decided to stick to a few basic features:

- Minimum 80 tons per hour input
- Minimum 85% recovery
- Environmental friendly
- Delivery time less than 6 months
- Easy to move

These parameters are simply because we don't want to take big risks on lower grade of gold in the ground etc.

The basic deal on the machines we are done with. We need 75000 Euros up front and then we can lease a machine park with 2 new excavators, dumper and front loader.

Basically enough to produce up to 150 tons per hour. We will do the deal with Volvo finance. The machines are then insured and maintained on site by them.

We are talking to several plant builders and wanted to give you some of the input that I have so far

Listed the various options in the order I feel they are best options for us with the information I have right now.

1. <http://www.multitechwa.com/>

This company are based in Ghana. We have bought some equipment of them several years ago. We asked for a full quotation as well as full information on their products.

Big plus is that they are based in Accra and can deliver on site so we don't need to import equipment as well as maintenance aspects. Best option we think but we are waiting for more information. He promised it next week and we scheduled a meeting with them when in Ghana.

2. <http://msi-mining.com/>

This company are based in USA. The plant is based on a trailer so its easy to move as well as we like their trommel. Looks really good in terms of washing. Price is also very good as the first indication we go is around 600 000 USD for a full setup. However the big minus on this plant is the lack of a knelson for the concentrate. This means we are using old sluice boxes.

Make it more risky with the gold as well as we must stop the process to empty the gold

3. <http://www.aptprocessing.com/>

The company is based in South Africa. They are decently the best option in terms of equipment volumes and recovery. The problem is that their smaller plants are not having enough capacity for our production need as the volume goes down to as low as 20 tons per hour. They are quite expensive as well as delivery time is quite long. We are talking to them to look at options but the last quotation we got from them was about 400 000 USD for 20 tons per hour.

4. <http://auvert.co.uk/>

This company is a old friend of Hans who worked with several of mining companies when we first meet. I don't know that much about it yet but I'm going to have a skype meeting with him today to look at options. We asked for a full setup on their P 100 plant.

5. Chinese plants

There are several producers of cheap options in China. We are looking at some of them but feel the risk in quality is higher. I will let you know if they come up with any good option.

6. South African equipment

There is another option on a South African made equipment. Its very simple and consist of a trommel and a sluice box. This makes it a rather cheap but we are looking at the recovery rate.

7. Building our own washingplant

The washing plants that we have seen are not very complicated to produce. One option we are also looking at is to build the plant on a used trailer ourselves. We are currently getting quotations from a number of companies on this. In Ghana as well as in Sweden.



The minimum investment for our requires is 600 000 USD. We are looking at the best options and try to find the best solution for us.



Courmack Exploration AB
Org.nr. 556956-6531

FÖRVALTNINGSBERÄTTELSE

Årsredovisningen är upprättad i svenska kronor, SEK.

Verksamheten

Allmänt om verksamheten

Courmack är ett Internationellt guld och mineralbolag med huvudkontor i Sverige. Vårt fokus är guldprospektering, alluvial guldproduktion samt handel med ädelstenar i Afrika.

Courmack ska förvärva och utveckla guldfyndigheter, bedriva alluvial gruvdrift samt handla med ädelstenar i Afrika. Det skall skapa värde åt aktieägarna och främja befolkningen i de länder vi har verksamhet.

Väsentliga händelser under och efter räkenskapsåret

Bolaget startade sin verksamhet 2013-12-27.

Under det första verksamhetsåret har bolaget fokuserat på att ordna finansiering, förvärva inmutningar i Ghana samt etablera viktiga politiska och operationella kontakter. Totalt har bolaget kapitaliserats med cirka 20 mkr vilket tillfördes Courmack via en nyemission.

Vid utgången av verksamhetsåret hade bolaget förvärvat två storskaliga inmutningar samt avtalat med 22 stycken ägare till småskaliga inmutningar om prospektering och utvinning. Samtliga av Courmacks inmutningar ligger i mineraliserade områden. Vidare har Bolaget vid ett flertal resor etablerat viktiga politiska kontakter inom Minerals Commission som hanterar alla inmutningar i Ghana samt med Ministeriet för Lands and Natural Resources och Gruvministeriet. Vidare har Bolaget etablerat kontakt med internationella leverantörer av prospekterings och brytningsutrustning i landet. Bolaget har även etablerat strategiska kontakter i Namibia.

Bolaget har investerat i maskiner för att kunna påbörja prospektering under nästkommande verksamhetsår.

Efter räkenskapsårets utgång har en nyemission genomförts om totalt 0,9 mkr till en pre-money värdering om 33,7 mkr. Aktiekapitalet ökade med 1 613 kr och antalet aktier ökade från 1 179 735 till 1 211 992 stycken. Emissionen registrerades i mars 2015.

Flerårsöversikt

	2013/2014
Nettoomsättning	-1
Resultat efter finansiella poster	-812 101
Soliditet (%)	87,76

*Definitioner av nyckeltal, se tilläggsupplysningar

Resultatdisposition

Medel att disponera:	
Balanserat resultat	19 318 763
Årets resultat	-812 101
	<hr/>
	18 506 662
Förslag till disposition:	
Balanseras i ny räkning	18 506 662
	<hr/>
	18 506 662

Beräffande bolagets resultat och ställning i övrigt hänvisas till efterföljande resultat- och balansräkningar med tillhörande tilläggsupplysningar.

As per today Courmack have about 350 000 Sek cash

Budgets and forecasts

We are currently negotiating with several groups of investors. Some that wants shares in the company as well as loan agreements. We are focusing on a American fund that want to borrow us up to 2 million USD. As well as a smaller group that want to buy themselves into the company as shareholders. During October / November we will be done with the negotiations and will then be able to focus on a larger production. (calculated on 1 gr / ton)

Cash flow forecast Courmack

(USD)	augusti	september	oktober	november	december	januari	februari	mars	april	maj	juni	juli	augusti	september	oktober	november	
Revenue gold	0	0	0	203 480	339 134	339 134	678 268	678 268	678 268	678 268	678 268	678 268	678 268	678 268	678 268	678 268	1 356 536
Payments	27 000	79 000	343 000	221 448	140 913	206 913	223 827	243 327	256 327	356 327	266 327	266 327	266 327	286 327	334 154	334 154	334 154
Cash flow/month	-27 000	-79 000	-343 000	-17 668	198 221	132 221	454 441	434 941	421 941	321 941	411 941	411 941	411 941	391 941	1 022 382	1 022 382	1 022 382
Available cash (excl investment)	30 000	-49 000	-392 000	-409 668	-211 647	-79 427	375 015	809 956	1 231 897	1 553 838	1 965 779	2 377 720	2 769 661	3 192 044	3 792 044	4 814 426	5 836 808

Payments	augusti	september	oktober	november	december	januari	februari	mars	april	maj	juni	juli	augusti	september	oktober	november
Small scale agreement	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Large scale	0	0	0	0	0	50 000	0	0	0	100 000	0	0	0	0	0	0
Misc admin	5 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000	4 000
Salaries management Gh	4 000	7 000	7 000	10 000	10 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000
Salaries workforce Gh	3 000	3 000	5 000	20 000	20 000	20 000	20 000	40 000	40 000	40 000	40 000	40 000	40 000	40 000	40 000	40 000
Salaries management Sw	0	0	10 000	18 000	20 000	20 000	20 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000
10% to small scale licence owner	0	0	0	20 348	33 913	33 913	67 827	67 827	67 827	67 827	67 827	67 827	67 827	135 654	135 654	135 654
Office rent	2 000	2 000	2 000	2 000	2 000	2 000	2 000	6 500	6 500	6 500	6 500	6 500	6 500	6 500	6 500	6 500
Set up office	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Start up establishment	0	0	0	0	0	0	20 000	0	0	0	0	0	20 000	0	0	0
Prospecting	0	0	1 000	1 000	10 000	10 000	20 000	20 000	20 000	20 000	30 000	30 000	30 000	30 000	30 000	30 000
Maintenance	0	0	0	3 000	3 000	7 000	7 000	7 000	7 000	7 000	7 000	7 000	7 000	7 000	7 000	7 000
Transportation	0	0	0	2 000	2 000	2 000	5 000	5 000	5 000	5 000	5 000	5 000	5 000	5 000	5 000	5 000
Fuel lubrication	0	0	1 000	3 000	3 000	10 000	10 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000	15 000
Down payment Volvo	0	0	0	0	20 000	20 000	20 000	20 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000	30 000
Excavators, wheelloader/etc	0	0	300 000	75 000	0	0	0	0	0	0	0	0	0	0	0	0
Production equipm (Line 1 & 2)	0	50 000	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Pick ups	0	0	0	50 000	0	0	0	0	0	0	0	0	0	0	0	0
Travel	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000
Consumable goods	3 000	3 000	3 000	3 000	3 000	3 000	3 000	6 000	6 000	6 000	6 000	6 000	6 000	6 000	6 000	6 000
Total payments*	27 000	79 000	343 000	221 448	140 913	206 913	223 827	243 327	256 327	356 327	266 327	266 327	266 327	286 327	334 154	334 154

* Corporate tax payments not included

EBITDA-bridge (USD)	augusti	september	oktober	november	december	januari	februari	mars	april	maj	juni	juli	augusti	september	oktober	november
Cash flow	-79 000	-79 000	-343 000	-17 668	198 221	132 221	454 441	434 941	421 941	321 941	411 941	411 941	391 941	1 022 382	1 022 382	1 022 382
Investments																
Small scale agreement	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Large scale	0	0	0	0	0	50 000	0	0	0	100 000	0	0	0	0	0	0
Prospecting	0	1 000	1 000	10 000	10 000	20 000	20 000	20 000	20 000	20 000	30 000	30 000	30 000	30 000	30 000	30 000
Excavators, wheelloader/etc	300 000	300 000	75 000	0	0	0	0	0	0	0	0	0	0	0	0	0
Production equipm (Line 1 & 2)	51 000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
EBITDA	272 000	-42 000	-42 000	58 132	208 221	192 221	474 441	454 941	441 941	441 941	441 941	441 941	421 941	1 052 382	1 052 382	1 052 382
Production (OZ)	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	19 950	39 900	39 900	39 900

Rolling 12 EBITDA

Updated timeframe

October 2015	Sign to secure funds for at least 80 tons per hour with recovery of 85 %
November 2015	Place order of plant Agreement signed with Volvo finance Startup of Hard rock exploration at Ashtar Building of refinery starts in Namibia
December 2015	Exploration program take off at Asankrangua
February 2016	Volvo equipment on site Preparations for plant
April 2016	Installation of plant in Ghana
June 2016	First gold exported to Namibia for refinery

All shareholders are more than welcome to visit during the program.
We planned a meeting in Accra before 2016 but have pros ponded it to February 2016.

Invitation will be out in good time.

