

## USE OF FUNDS

### Use of funds raised under the Offer

The Company intends to use its funds raised from the Offer broadly as follows:

Funds available	Full subscription
Cash on hand	\$155,306
Government funding - Mary Bore <sup>1</sup>	\$50,000
Funds from this Offer	\$2,583,600
<b>Total funds available</b>	<b>\$2,788,906</b>

**Note:**

1. KIN has received confirmation that its application for co-funding by the Department of Mines and Petroleum for \$50,000 for the Mary Bore Magnetic Complex Project has been successful.

Use of funds	Full subscription
Exploration programs	
Desdemona <sup>1</sup>	\$350,000
Iron King Group	\$125,000
Murrin Murrin	\$237,500
Redcastle	\$237,500
Mt Flora	\$200,000
Randwick	\$100,000
<b>Total exploration program budget</b>	<b>\$1,250,000</b>

Vendor Option Agreement exercise payments including duty	\$177,500
New project acquisition costs including project due diligence <sup>2</sup>	\$80,000
2 year corporate administration costs	\$837,084
Costs of the Offer	\$440,325
General working capital	\$3,997
<b>Total</b>	<b>\$2,788,906</b>

**Notes:**

1. These funds include the \$50,000 KIN anticipates it will receive under the co-funding agreement with the Department of Mines and Petroleum.
2. The Company will consider investment opportunities in the resources sector both locally and internationally.

