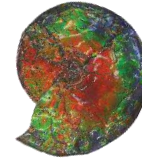


ACQUISITION OR INVESTMENT OPPORTUNITY – KORITE INTERNATIONAL

KORITE®



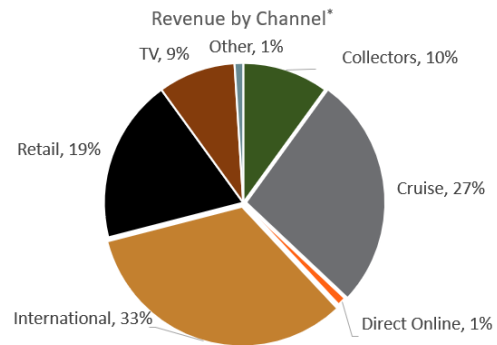
A 'GEM' of an Opportunity:

- Founded in 1979, KORITE International Inc. ("KORITE") is **internationally recognized** as the leading producer of the exotic and ultra-rare Ammolite gemstone and the Ammonite fossil, as KORITE has set the standard for design and quality of craftsmanship
- Ammolite was officially designated as a naturally occurring precious gemstone by The World Jewellery Confederation in 1981
- **Exceptional opportunities** are available in multiple core markets in addition to several growing market segments, combined with consumer trends and untapped digital & brick & mortar distribution channels
- KORITE **holds the only Cultural Property General Export permit for Ammonite and Ammolite** that has been granted in Canada
- **Has 90+ percent of world market** of Ammolite, with sales at over 140+ retail points and sells in 22+ countries (**~90 percent of KORITE's consumers are outside of Canada**)
- KORITE is a **vertically integrated jewellery miner, manufacturer, wholesaler and retailer**
- KORITE has **proprietary geological knowledge** of Ammolite and Ammonite deposits in Southern Alberta along with hundreds of acres of the best economic mineral properties secured under long term agreements
- Ammolite and Ammonite are **favoured for Feng Shui**, associated with good fortune and health with Asian consumers
- Until recent global events, KORITE has generated positive EBITDA; however, the temporarily reduced cash flow is insufficient to service its debt obligations. Through a court monitored restructuring process, KORITE **is seeking to emerge with a restructured & strengthened capital structure**

FINANCIAL HIGHLIGHTS:

	3-Year Average *	CAD ('000) NBV		
Revenue (CAD '000)	~ \$14,700	Receivables		~ \$1,840
Gross Margin	~ 52%	Inventory		~ \$11,000
EBITDA Margin	~ 10%	Mineral Rights		~ \$5,340
* 2017FY to 2019FY (FYE of August 30)		Property, Plant & Equip.		~ \$990
		Other Assets		~ \$247

NBV = Net Book Value as at May 2020



SALES AND INVESTMENT SOLICITATION PROCESS AND NEXT STEPS:

Assurgo Enterprises has been appointed as the Sales Agent to KORITE as part of the court ordered Sales and Investment Solicitation Process ("SISP"). The purpose of the SISP is to solicit interest in, and opportunities for, one or more or any combination of (a) a restructuring, recapitalization or other form of reorganization of the business and affairs of KORITE as a going concern (a "Restructuring Bid"), or (b) a sale of all, or substantially all, of KORITE's assets and/or business operations of KORITE as a going concern or otherwise (an "Asset Bid".) All qualified interested parties will be provided with an opportunity to participate in the SISP and will need to sign a Confidentiality Agreement that accompanies this teaser to receive access to additional information. The SISP is a two-phased process with the Phase 1 bid deadline set for **September 14, 2020**. All proposals will be subject to Court approval. Interested parties are invited to contact the Assurgo representative listed below for further information.

CONTACT INFORMATION:

For additional information, please contact:

Zsolt Chirvaiu, Director Tel: +1 (587) 390-7820 ext 102

Email: KORITE@AssurgoEnterprises.com

Web: www.AssurgoEnterprises.com/KORITE



ASSURGO
Enterprises