Kopy Goldfields AB (publ)
Press release 28/2016
Stockholm, November 10, 2016

Kopy Goldfields AB: Operational update November 2016

Kopy Goldfields AB (publ) ("Kopy Goldfields" or the "Company") hereby provides an update of the Company's operations:

- **Exploration at the Krasny project is developing in line with the program: 69 drill holes are completed, accounting for 14,708 meters of core drilling. In addition, 1,965 meters of trench sampling are done. Totally 14,633 fire assay tests for gold have been received.**
- **Based on the new drill results, the Lower Mineralization has been extended beyond the previous resource model from 2015 for 406 meters along the strike (160 meters compared to the results of the September operational update).**
- **With new trench sampling results from Profile 176, the Krasny North mineralization is confirmed for 400 meters along the strike and for 95 meters down dip**
- **The processing test of a 3,259 kg sample with an average gold grade of 1.77 g/t from the Krasny Upper structure has been commenced and will be completed in early 2017.**
- **Within the Northern Territories project, totally 5,380 samples have been collected and sent to the laboratory and 2,884 results have been received from lab. Multiple clusters have been identified for further follow up exploration.**

This operational update further develops the information provided in press release 13/2016, dated June 9, 2016, 14/2016 dated July 26, 2016, 16/2016 dated August 31, 2016 and 21/2016 dated September 26, 2016.

KRASNY CENTRAL AND KRASNY NORTH EXPLORATION RESULTS

Drilling of the Stage 3 exploration program on Krasny was commenced in April 2016, and, so far, 69 drill holes are completed, accounting for 14,708 meters of core drilling. In addition, 1,965 meters of trench sampling are done. Totally 14,633 fire assay tests for gold have been received (see Table 1 in the Attachments for drill holes mineralized intervals above 0.4 g/t cut-off grade).

Most of the core drilling activities during October were focused on verification drilling within the Central part of the Krasny Upper mineralization to prove the choice of exploration grid and to upgrade the category of resources (see Figure 3 and Figure 4 in the Attachments for a map of the exploration activities on Krasny Central). In general, we see a correlation between the new drill results from the area of verification drilling and the previous drill results. Please refer to Figure 6 in the Attachment with cross sections along drill Profiles 40.5 and 41, where Profile 40.5 corresponds to the "detailed" exploration grid with 20 meters' distance between the profiles and drill holes, and Profile 41 corresponds to the "ordinary" exploration grid with 40 meters' distance between profiles and drill holes.

A processing test of a bulk sample that is representing the mineralized ore (oxidized, primary and transition) of the Upper structure, was commenced in October 2016 and will be completed in early 2017. The weight of the sample is 3,259 kg and the average gold grade amounts to 1.77 g/t. The processing test is run by Irgiredmet mining engineering company from Irkutsk, which made the previous mineral processing studies for Krasny. The mineral processing flow chart for Krasny will be developed as a result of this processing test.

Exploration drilling for alluvial gold within the Krasny alluvial licenses was commenced in the end of September 2016. So far, 257 meters were drilled, accounting for 51 holes at an average depth of 4 meters. Under the current schedule, the exploration drilling will be completed by the end of 2016 and a potential decision over development of the alluvial project can be taken in early 2017.

Krasny central

We proceed with hole-by-hole prospecting drilling of the lower mineralization on the Western and Eastern strike extensions of the Krasny Central deposit. We are pleased both with the average grades of the new drill results, as well as with the confirmation of a further strike extension of the Lower mineralization.

On the Western flank, exploration hole #141757, drilled in Profile 36, intersects the Lower mineralization for 26 meters. With this result, the Lower Mineralization is extended for further 80 meters to the West, compared to the results reported in the previous Operational Update, or by 166 meters along strike to the West beyond Profile 40, which was the most western drill intersection in the last resource model (see drill plan on Figure 4 and cross section along Profile 36 on Figure 7 in the Attachments). We have also recognized that the Western extension of the Krasny mineralization (both Upper and Lower) has a complicated geology influenced by several faults and thrusts, which were the reason why we missed this structure during the initial drilling back in 2012. To clarify the geological structure, we have initiated a geophysical and electro-magnetic survey of the western part of Krasny Central. The pilot review was done in September-October 2016 and we currently analyze the results received.

On the Eastern flank, exploration hole #141768, drilled in Profile 55, intersects the Lower mineralization for 140 meters, reinforcing and extending the results from hole #141754, drilled in the same Profile 55 and reported in the September Operational Update (see drill plan on Figure 4 and cross sections along Profiles 55 and 57 on Figure 9 in the Attachments). Next hole, #141769, drilled in Profile 57, which is located 80 meters eastward from Profile 55, intersects the Lower mineralization for 68 meters. With this drill hole, the Lower mineralization has been extended for further 80 meters to the East compared to the results reported in the previous Operational Update, or by 240 meters along strike to the East beyond Profile 51, which was the most eastern drill intersection in the last resource model.

These positive drill results from both the western and eastern flanks of the Krasny Lower mineralization will add new resources to the Krasny project since none of the reported intersections were covered by the previous resource modelling. As presented on Figure 8 in the Attachments with the long section of the Krasny Central mineralization, the recently discovered extensions of the Lower Mineralization falls outside the previous projection of the open pit, which must be redefined during the new resource modelling to reflect these new results. We believe that the total resources of Krasny project will increase because of recently discovered extensions of the Lower Structure.

Krasny North

From the exploration activities on the Krasny North mineralization, the samples from trench #143610, developed in Profile 176, have returned positive assay results (see Figure 5 in the Attachments for the for a map of exploration activities on Krasny North). This allowed us to preliminary model the gold mineralization along Profile 176, to target new drilling and position new drill holes and. We will proceed with new drilling on Krasny North shortly. With the current assay results from trench #143610, the Krasny North mineralization has been confirmed in Profiles 176, 180 and 186 for a total strike of 400 meters and for 95 meters down dip. The mineralization is open along strike and down dip. We believe that Krasny North will make an excellent supplement to Krasny Central and enhance the economics.

Based on Stage 3 exploration results on Krasny we are glad to report the following most significant mineralized intervals (at cut-off grade 0.4 g/t): 41 meters with average grade of 4.71 g/t and 25 meters with average grade of 2.02 g/t in the hole #141748, 7.5 m @ 5.984 g/t (hole #141750), 56 m @ 2.13 g/t (hole #141747), 19 m @ 2.588 g/t and 28 m @ 1.611 g/t (hole #141744), 40 m @ 2.28 g/t (hole #141751), 13 m @ 3.94 g/t and 15 m @ 1.89 g/t and 14 m @ 3.59 g/t (hole #141481), 23 m @ 1.58 g/t (hole #141678), 31 m @ 1.39 g/t (hole #141746), 22 m @ 1.514 g/t (hole #141610), 7 m @ 3.493 g/t (hole #141612), 43.5 m @ 2.049 g/t (hole #141482), 83 m @ 2.294 g/t (hole #141483), 8.6 m @ 4.515 g/t (hole #141485), 21.5 m @ 1.949 g/t and 10.4 m @ 3.746 g/t (hole #141752), 33 m @ 3.35 g/t and 11 m @ 3.44 g/t (hole #141754), 24 m @ 1.11 g/t (hole #141615), 27 m @ 1.58 g/t (hole #141769). See Table 1 in the Attachments for more assay data for the drilled boreholes.

NORTHERN TERRITORIES AND KOPYLOVSKY PROJECTS

We are pleased with the further results received from the exploration activities on the Northern Territories project. The stream sediment survey on the Northern Territories project develops on schedule and field operations were finalized in early October 2016. A total of 5,380 samples have been collected and sent to the laboratory for analysis and 2,884 test results have been received. The Northern Territories project consist of six licenses, and the results received are covering most of the Malo-Patomsky, Gorbylyakh, Bolshaya Taymendra and part of the Tyrynakh licenses. Based on preliminary review of the analytical results, we have identified several clusters for follow up exploration, see Figure 10 in the Attachments. Upon receipt of laboratory test for all samples, the data will be further statistically examined to identify boundaries of gold anomalies and further research taken on the origins of potential underlying bedrock gold mineralizations. Even with only a part of the samples analyzed, we confirm the exploration potential of the Northern Territories project which strongly appeal to further exploration activities.

Within the Kopylovskoye project, we have received the forestry logging permits and proceed with filing for mining permits for the Kopylovskoye license. This will result in an update and extension of the license terms, and a bulk sample test to confirm historic grades and volume of mineralization can be run. The mining permits are expected to be issued by the end of 2016. The mining plan has already been developed.

NEXT STEPS

We forecast the following events during the next few months:

- Release full Krasny JORC report
- Complete the 2016 Krasny Exploration and Development Program by November 2016
- Release results of the 2016 Krasny exploration program by the end of 2016
- Release results of Northern Territories geochemical survey by the end of 2016

Operation updates will be released on a regular basis.

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This information is information that Kopy Goldfields is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, at 8.45 am CET on November 10, 2016.

About Kopy Goldfields AB

Kopy Goldfields AB (publ), listed at NASDAQ First North in Stockholm is a gold exploration and production company operating in one of the most gold rich areas in the world; Lena Goldfields, Bodaibo, Russia. The

company holds 11 bedrock exploration- and production licenses and one alluvial license covering in total 1,963 sq km, of which the Krasny licenses (bedrock and alluvial) are held 49% by the company. The target for Kopy Goldfields is to become a near-term gold producer in cooperation with a producing partner under JV agreement.

Kopy Goldfields AB applies International Financial Reporting Standards (IFRS), as approved by the European Union. Aqurat Fondkommission acts as Certified Adviser, contact number: +46-8-684 05 800.

The Share
Ticker: KOPY
http://www.nasdaqomxnordic.com/shares/microsite?Instrument=SSE77457
Outstanding shares: 79,866,054

Attachments

Figure 1. Map of Kopy Goldfields gold properties and location of operating mines near the Krasny deposit

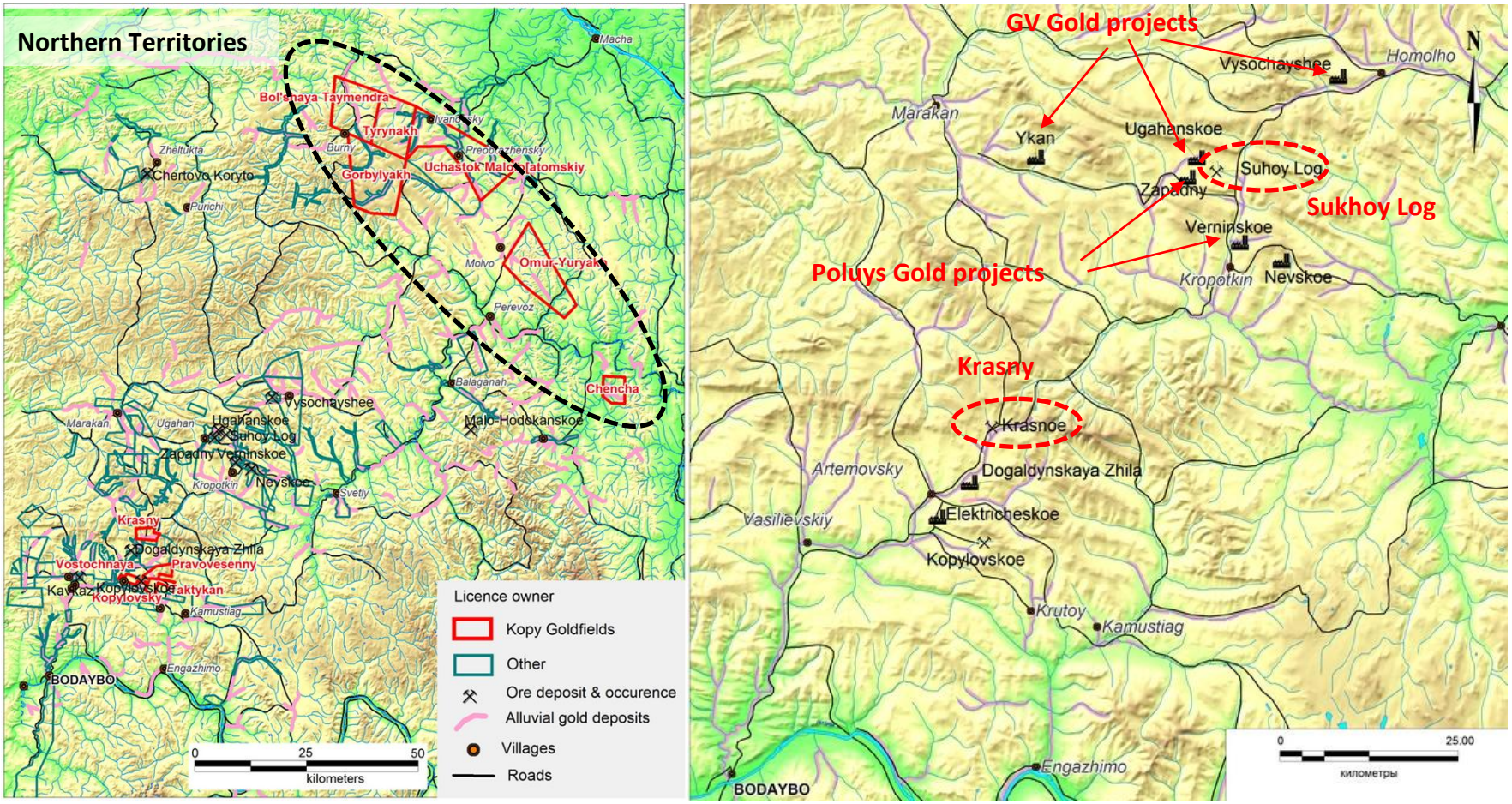
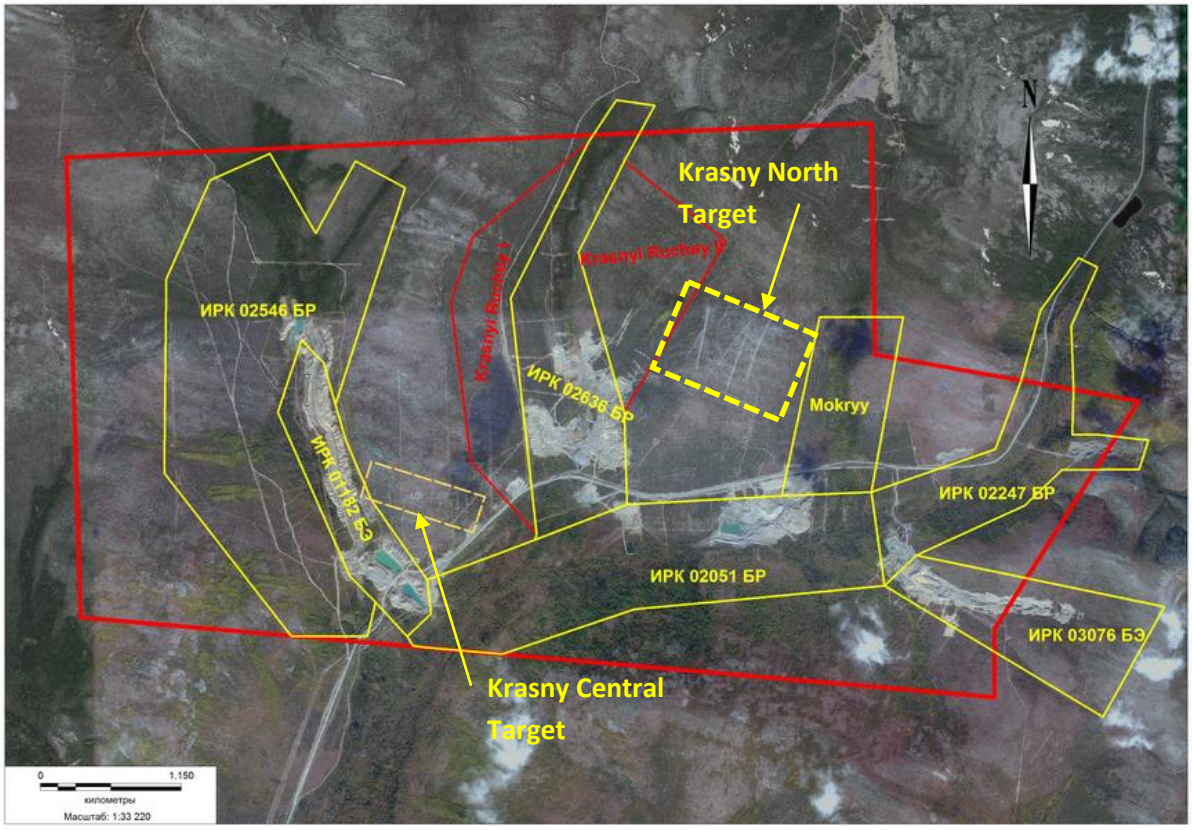


Figure 2. Map of Krasny license area

The boundaries of alluvial licenses owned by third companies are marked in yellow.
The boundaries of alluvial licenses acquired during the summer of 2015 are marked in red.



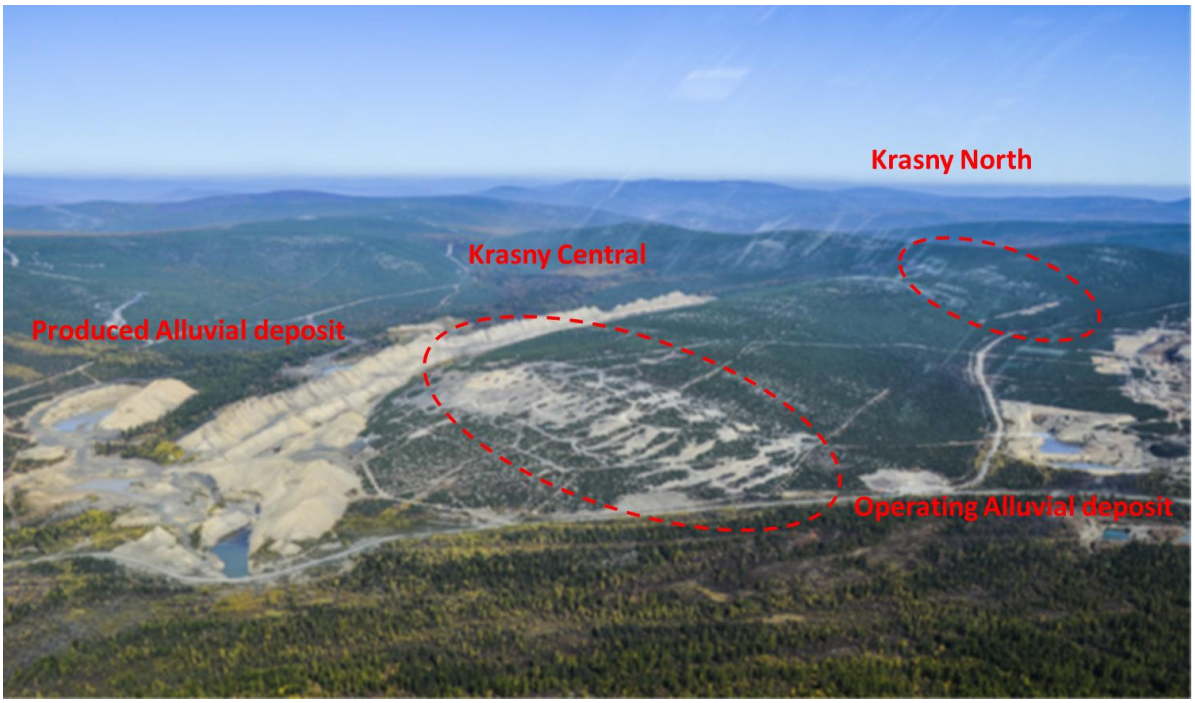


Figure 3. Map of exploration activities on Krasny in 2016

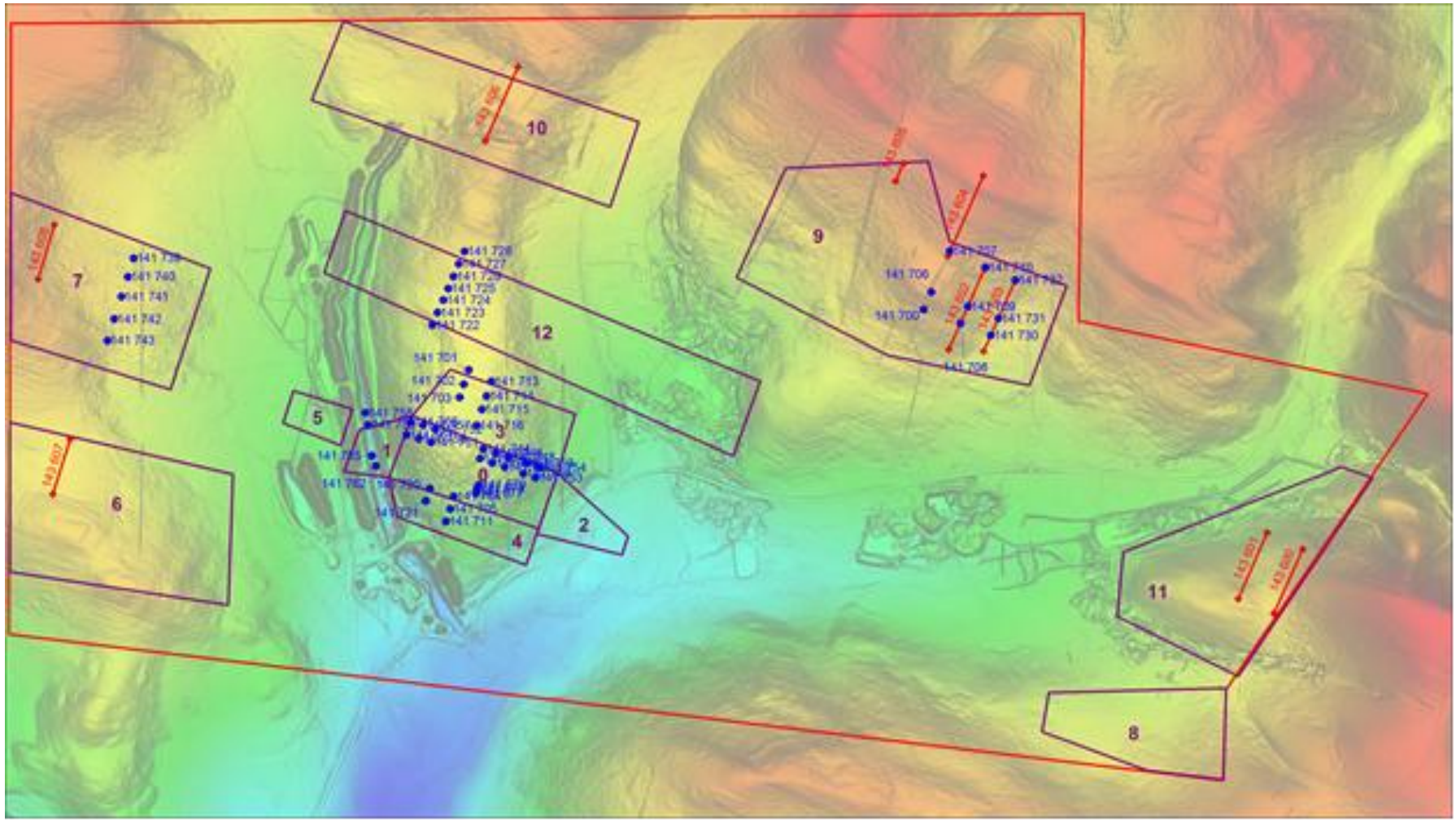


Figure 4. Plan view of the exploration activities on the Krasny deposit, Central part (targets 0, 1, 2, 3, 4, 5, 12 - see Figure 3) as for November 1, 2016

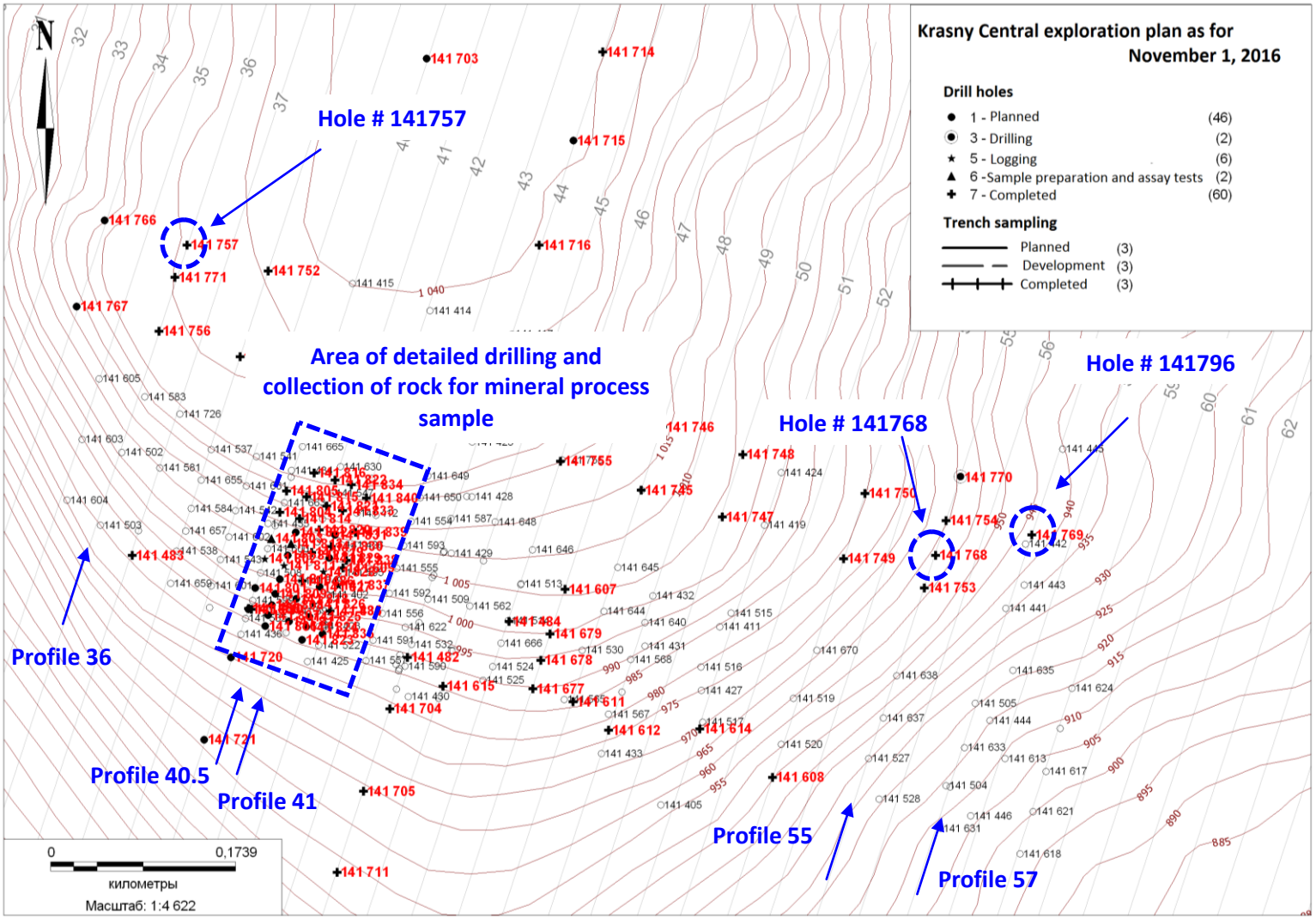


Figure 5. Map view of the exploration activities on the Krasny North (target 9, see Figure 3) as for November 1, 2016

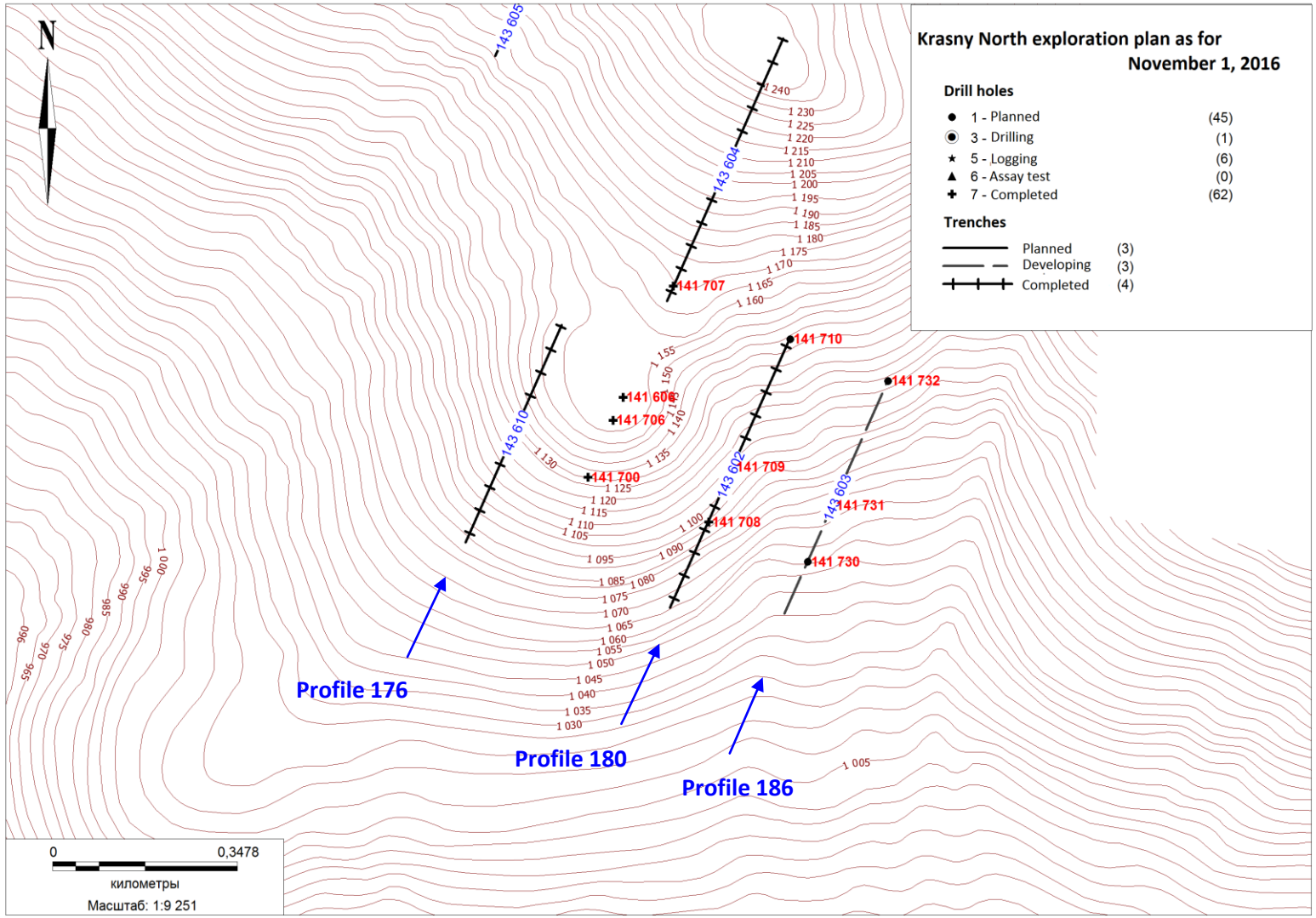


Figure 6. Geological cross section along Profiles 40.5 and 41 in the Central part of Krasny Central deposit, with location of former and new drill holes, boundaries of the projected open pit and outline of gold mineralization.

Profile 40.5 corresponds to the “detailed” exploration grid “20*20” with 20 meters distance between drill profiles and holes within the same drill profile. Profile 41 represents to the “ordinary” exploration drilling grid “40*40” with 40 meters distance between profiles and holes. We explore Krasny deposit using the “ordinary” 40 by 40 meters drilling grid which we believe is representative for the Krasny mineralization. In order to confirm our choice of the drilling grid and upgrade resource category we need to prove (within a limited part of the deposit) that resource modelling via a detailed “20*20” drilling grid and via an ordinary “40*40” grid provides comparable results.

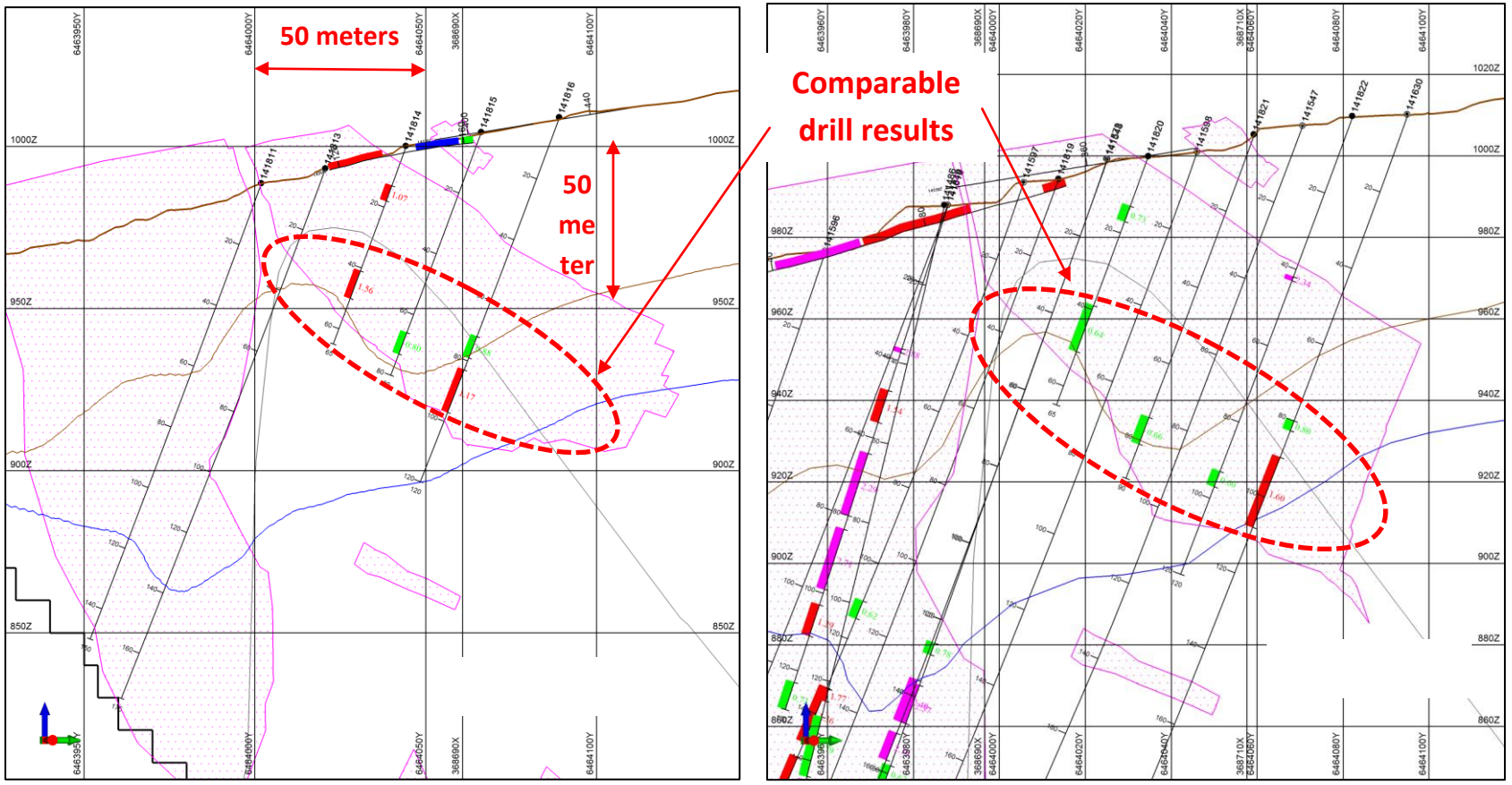


Figure 7. Geological cross section along Profiles 36 on the Western flank of the Krasny Central deposit, with location of former and new drill holes, boundaries of the projected open pit and outline of gold mineralization.

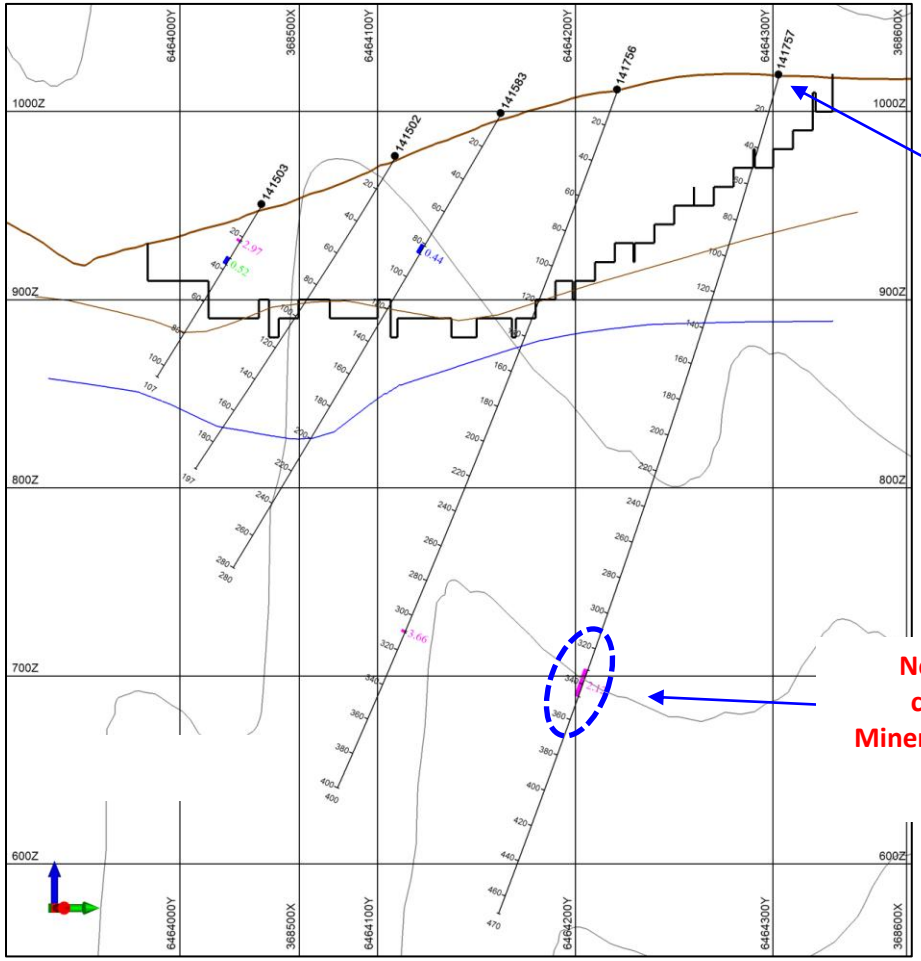


Figure 8. Geological long section of the Krasny Central deposit, with location of former and new drill holes, boundary of the projected open pit and outline of gold mineralization

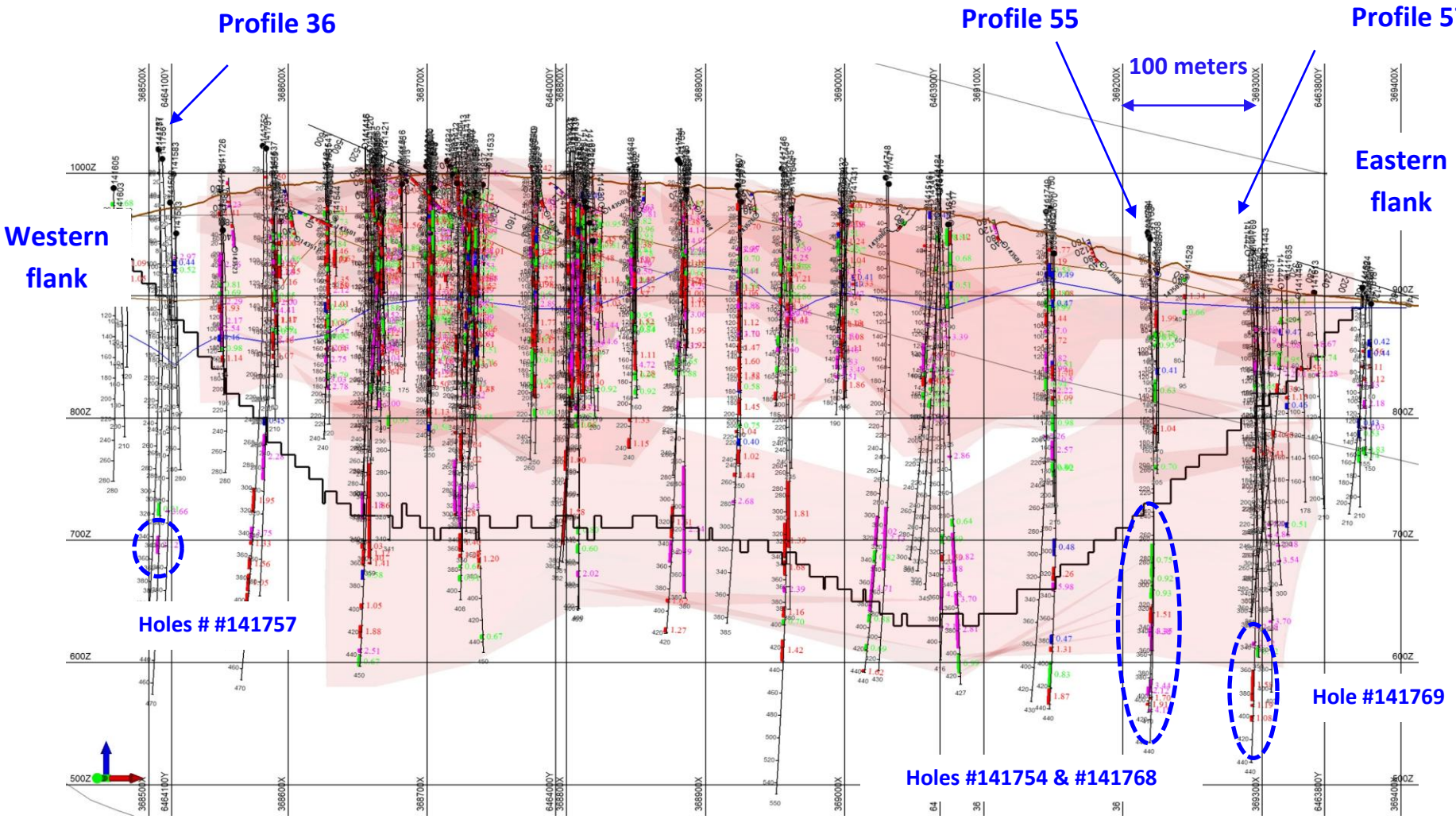


Figure 9. Geological cross sections along Profile 55 and Profile 57 on the Eastern flank of the Krasny Central deposit, with location of former and new drill holes, boundaries of the projected open pit and outline of gold mineralization

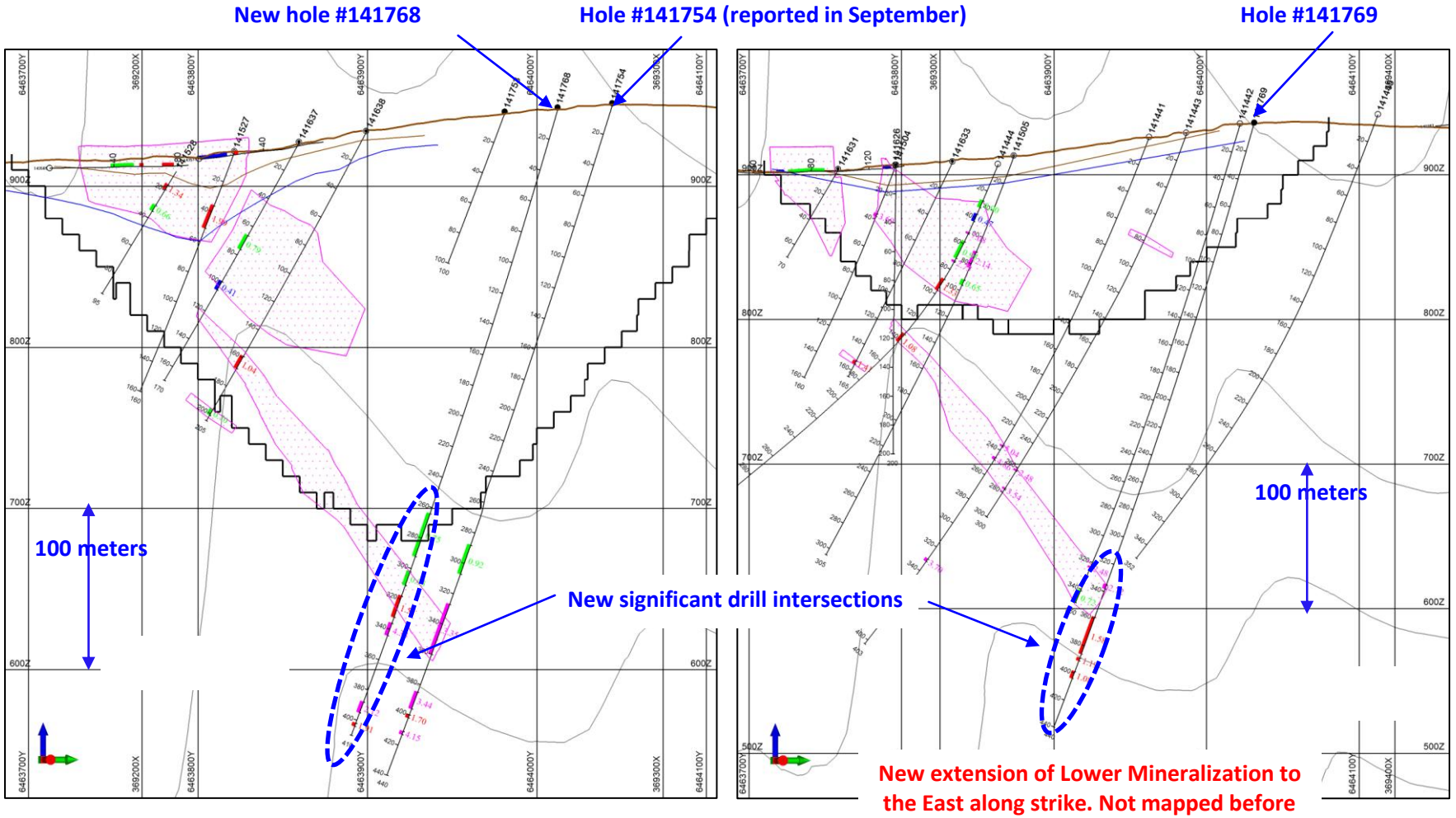


Figure 10. Stream sediment results for the Malo-Patomsky, Bolshaya Taimendra, Tyrynakh and Gorbylyakh license areas (part of the Northern Territories project) with location of alluvial gold mines, geological faults and points of stream sediment gold mineralization with gold grade in accordance with table (1 ppm = 1 gr/t). Represent only 2,884 processed samples so far out of total 5,380 collected.

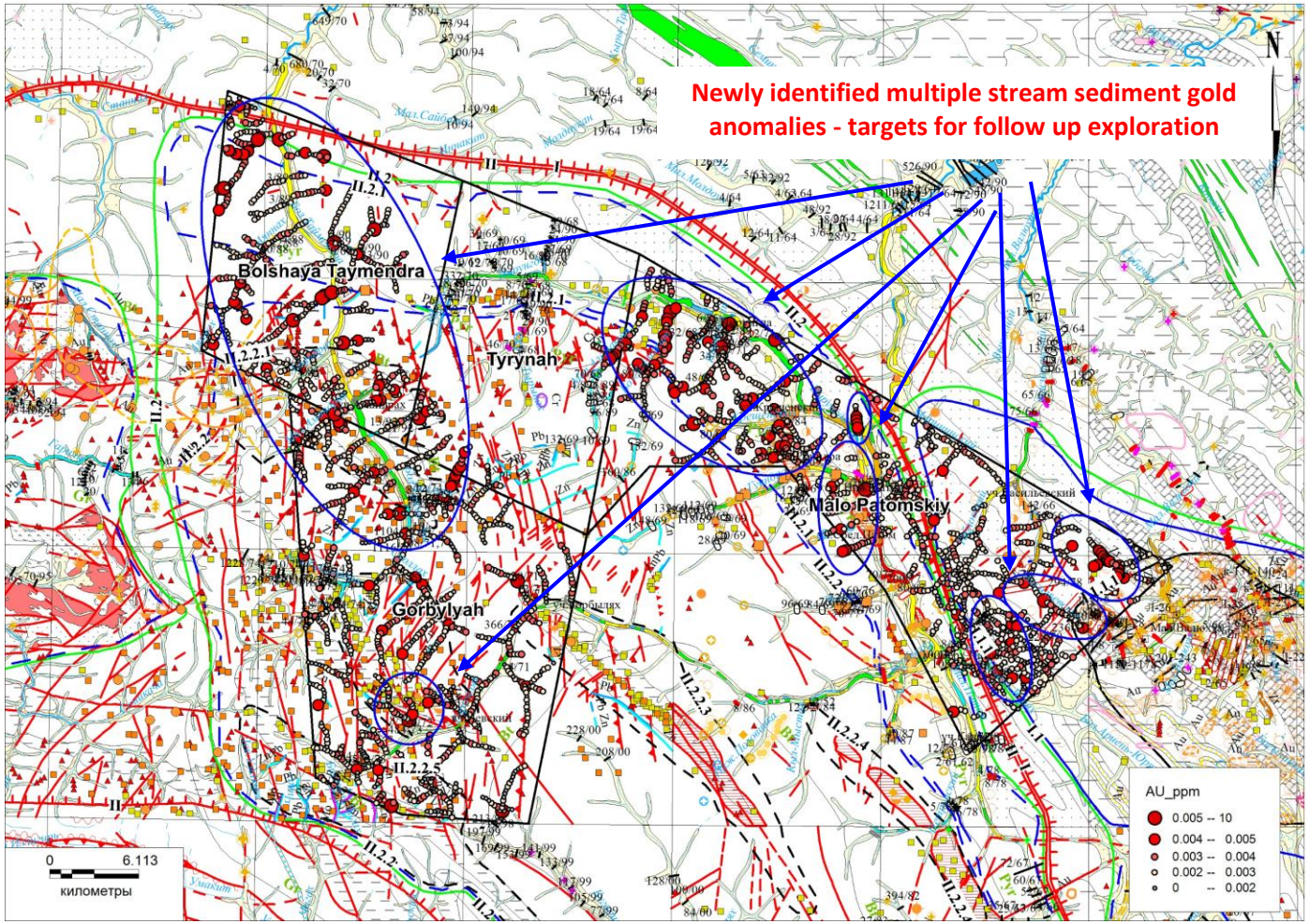


Table 1

Mineralized intervals with gold grades above cut off 0.4 gr/t

# Hole	From (m)	To (m)	Length (m)	Au (average grade), g/t
141481	12	27	15	1,89
141481	42	55	13	3,94
141481	59	82	23	1,13
141481	83	89	6	0,82
141481	93	104	11	0,95
141481	110	124	14	3,59
141481	157	165	8	1,31
141482	7,3	8	0,7	3,21
141482	22,5	32	9,5	1,12
141482	42	50	8	1,65
141482	68	91	23	1,9
141482	96	139,5	43,5	2,05
141482	141	158	17	1,3
141483	19	102	83	2,29
141484	17	23	6	1,29
141484	46	48	2	4,92
141484	57	62	5	0,88
141484	89	91	2	5,29
141484	94	119	25	1,13
141485	10	30	20	1,47
141485	39	65	26	1,73
141485	82,4	91	8,6	4,52
141485	96	107	11	1,12
141485	116	119	3	1,7
141485	132	136	4	1,64
141486	55	63	8	1,31
141486	71	96	25	1,32
141486	122	125	3	1,77
141486	129	144	15	0,79
141486	145	147	2	4,2
141486	154	160	6	1,24
141606	82	89	7	2,47
141607	55	56	1	3,95
141607	74	75,5	1,5	2,44
141607	83	92	9	0,59
141607	93	95	2	1,06
141607	214	216	2	1,04
141607	252	255	3	1,44
141607	276	278	2	2,68
141608	14	20,7	6,7	0,49
141608	29	36	7	1,08
141608	38	44	6	0,47
141608	92	103	11	1,3

141608	104	105	1	10,56
141608	118	121	3	1,09
141608	134	146	12	0,98
141608	172	184	12	0,92
141609	23	25	2	2,25
141609	37	39	2	6,73
141609	46	47	1	2,01
141610	11	20	9	1,09
141610	44	66	22	1,51
141610	101	102	1	26,06
141610	114	123	9	1,04
141610	133	136	3	1,08
141611	37	38	1	4,39
141611	102	107	5	1,41
141612	16	18	2	1,24
141612	119	126	7	3,49
141612	131	139	8	1,86
141614	3	17	14	0,84
141614	56	69	13	0,7
141614	93	94	1	3,39
141615	56,3	69	12,7	1,37
141615	101	106	5	0,74
141615	113	137	24	1,11
141615	138	145	7	0,92
141615	153	157	4	0,92
141677	21	23	2	1,7
141678	6,5	13	6,5	1,41
141678	93	98	5	2,88
141678	104	117	13	1,12
141678	118	122	4	3,72
141678	128	136	8	1,47
141678	146	169	23	1,58
141679	48	50	2	2,37
141679	56	59	3	0,7
141679	63	74	11	0,91
141679	77	90	13	1,13
141679	92	107	15	1,46
141679	118	130	12	1,1
141679	144	153	9	1,6
141679	158	162	4	1,32
141679	166	175	9	0,58
141679	181	195	14	1,45
141679	203	206	3	0,75
141679	216	222	6	0,4
141679	226	238	12	1,02
141700	142	143	1	2,99
141706	6	9	3	1,64
141706	30	40	10	1,4
141706	58	64	6	2,69
141706	135	141	6	0,49

141708	25	32	7	1,26
141709	56	62	6	1,12
141744	306	334	28	1,61
141744	337	356	19	2,59
141744	389	392	3	1,62
141744	415	419	4	1,27
141746	49	50	1	2,09
141746	310	341	31	1,39
141746	343	356	13	1,68
141746	366	371	5	2,39
141746	384	393	9	1,16
141746	395	400	5	0,7
141746	413	432	19	1,42
141747	284	340	56	2,13
141748	301	326	25	2,02
141748	331	341,8	10,8	0,82
141748	344	385	41	4,71
141748	388	395	7	0,88
141748	415	421	6	0,69
141748	437,5	440	2,5	1,62
141749	43	45	2	1,19
141749	52	58	6	0,57
141749	196	197	1	2,26
141750	289	304	15	0,48
141750	314	326	12	1,26
141750	328	335,5	7,5	5,98
141750	374	382	8	0,47
141750	385	389	4	1,31
141750	398,1	421	22,9	0,83
141750	422	436	14	1,87
141751	24	25,7	1,7	1,5
141751	235	242	7	0,45
141751	250	290	40	2,28
141752	300	321,5	21,5	1,95
141752	334,6	345	10,4	3,75
141752	347	350	3	1,33
141752	362	371,5	9,5	1,56
141752	376	391	15	1,05
141752	393	420	27	1,85
141754	288	307	19	0,92
141754	327	360	33	3,35
141754	385	396	11	3,44
141754	400	402	2	1,7
141754	411	413	2	4,15
141756	309	310	1	3,66
141757	303	314	11	0,81
141757	332	347	15	2,12
141768	85	88	3	0,81
141768	264	292	28	0,75
141768	302	311	9	0,93

141768	318	332	14	1,51
141768	336	344	8	4,38
141768	388	395	7	2,12
141768	402	404	2	1,91
141769	335	338	3	2,72
141769	359	386	27	1,58
141769	389	391	2	1,19
141769	399	404	5	1,08
141804	7	17	10	0,73
141804	39	43	4	1,06
141805	58	60	2	2,05
141805	69	71	2	1,39
141814	13	18	5	1,07
141814	41	50	9	1,56
141815	66	73	7	0,8
141816	72	79	7	0,88
141816	83	97	14	1,17
141820	13	17	4	0,73
141820	39	51	12	0,64
141821	74	81	7	0,66
141822	42	43	1	2,34
141822	93	97	4	0,6
141830	39	47	8	0,86
141833	31	32	1	2,24
141833	73	74	1	2,14
141834	99	105	6	1,69
141839	44	47	3	1,03
141840	78	82	4	1,13