

KAPA CAPITAL INC.
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NEWS RELEASE

October 4, 2019

TSXV – KAPA.P

**KAPA CAPITAL INC. ANNOUNCES EXPIRY OF LOI WITH PSI INTERNATIONAL
INC.**

Kapa Capital Inc. (“**Kapa**” or the “**Company**”) announces that, further to its news release of May 31, 2019, the letter of intent dated November 29, 2018 with PSI International Inc. (the “**LOI**”) has expired as the parties did not enter into a definitive agreement and the proposed transaction set out therein will no longer proceed. Kapa will apply to have its shares reinstated for trading on the TSX Venture Exchange (the “**Exchange**”).

Kapa will continue to identify and evaluate other businesses and assets with the view to completing a qualifying transaction under the capital pool policy of the Exchange.

ON BEHALF OF THE BOARD
Kapa Capital Inc.

Charalambos (Harry) Katevatis
President, Chief Executive Officer and Director

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Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.