

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the periods of three months and six months ended June 30th, 2017

These comments and analyses of the management for the periods of three months and six months ended on June 30th, 2017 should be read together with the unchecked intermediate financial statements of The Resources Komet Inc. ("Komet" or the "Company") for the periods of three months and six months ended on June 30th, 2017 and financial statements verified by the period of twelve months ended on December 31st, 2016 of Komet.

This report was undertaken by the management using information available as of August 29th, 2017. Additional information about the Company can be found on the SEDAR website at: www.sedar.com.

Forward-looking statements

The Management's Discussion and Analysis is designed to assist investors in understanding the nature and the importance of the changes and trends, as well as the risks and uncertainties associated with the Company's operating results and financial position. Statements set out in this report that describes Komet's objectives, projections, estimates, expectations or forecasts may constitute forward-looking statements within the meaning of securities legislation. Komet's management would like to point out that, by their very nature, forward-looking statements involve a number of assumptions, risks and uncertainties such that the Company's actual and future results could differ materially from those indicated. There can be no assurance as to the materialization of the results, performance or achievements as expressed in or underlying the forward-looking statements. Unless required to do so pursuant to applicable securities legislation, management assumes no obligation as to the updating or revision of the forward-looking statements as a result of new information, future events or other changes.

HIGHLIGHT FOR THE PERIOD OF SIX MONTHS ENDED ON JUNE 30th, 2017

This is a very important exercise for the future development of Komet, so much organizational and operational point in the pursuit of our objectives. You will find the highlights for the period of six months ended on June 30th, 2017.

- Installation and operation of the last missing equipments in Guiro mine, of which the third concentrator (KC-CD12 of brand Knelson) and the golden reactor (Acacia of brand Concep). These two equipments were installed during the last days of March 2017 and will be in period of grinding till the end of the second quarter, and should contribute to increase incomes substantially for quarters three and four of the year 2017 and to allow the Company to reach its priority goal which is to produce and to make profitable its production.
- Obtaining of the quarterly better results of golden production for the half-year ended on June 30th, 2017, although the factory is not still completely optimized:

1st quarter 2016	Golden sales	383 164 \$
2nd quarter 2016	Golden sales	658 589 \$
3rd quarter 2016	Golden sales	1 163 938 \$
4th quarter 2016	Golden sales	984 694 \$
1st quarter 2017	Golden sales	1 223 927 \$
2nd quarter 2017	Golden sales	984 599 \$

During the first half of the year 2017 the Company made an important campaign of exploration on Guiro/Diouga project in Burkina Faso in which was invested the sum of \$482 802 and pursued its exploration campaign undertook in previous exercise on Dabia South property in Mali which required \$281 788 investments from the beginning of 2017 to pursue his second objective. These total investments \$764 590 were paid straight from the fund raising of the last year.

So during the present quarter the Company kept getting closer to its two main objectives which are to produce and to discover. The Company will attack another objective which is during the next two quarters to make Guiro mine profitable.

General overview of the activities of the company on June 30th, 2017

Second quarter ended on June 30th, 2017

Progress of works on the GUIRO / DIOUGA property in Burkina Faso

Exploration

Several important exploration campaigns are in progress since the beginning of the half-year 2017. First, the airborne electromagnetic statements VTEM campaign began in February to end in March. The project was made in 2 parts: Guiro-South with 2 587 km and Guiro-North with 1 704 km for a total of 4 291 km of line browsed on 150 m railing. The final results of these airborne statements will be obtained during the third quarter of 2017. Always on Guiro property, a geochemical campaign of sampling in the auger undertaken in the end of 2016 was completed during the first quarter. Samples were taken from a zone of 7.5 x 3.6 km following a railing of 100 x 100 m and until 50 x 50 m on anomalies zones. The results of this sampling were compiled and were made available by a press release. Furthermore, some targeted campaigns by nicked drillings began and are always in progress to Guiro. The efforts of exploration were really intense during all the half-year and will produce a considerable quantity of data extremely important for the future developments of Guiro / Diouga project.

Progress of works on the Guiro Property

Underground mine

Resources Komet pursues the improvement of its performances. In the second quarter 2017, the company proceeded to the extraction of 4 960 tons of ore in Guiro mine compared with 3 261 tons in the second quarter 2016, with a substantial increase of 52 %. We also note a light increase of 4.7 % in regard to the first quarter 2017 with 4 733 tons of production despite of a recurring compressed air problem which will be solved soon.

The Komet's workforce was increased by 40 % underground during the current period. 42 new employees were indeed formed to face the challenges to come and to bring an additional dynamism to the teams effective 24 hours a day, distributed on 3 quarters of work, 8 hours each.

To improve the security and allow the access to previously inaccessible zones, the mine's Management set up an operations program of backfilling and bolting on a permanent basis, what had never been undertaken previously.

Several mining developments were also planned by the Komet's Management to reach new gold-bearing zones.

Factory and gravimetric proceeded

Further to the intensive installation of lixiviation reactor Acacia CS250 and in the revision of gravimetric recovery system, the Guiro mine factory improved its performances throughout the quarter. The mineral recovery rates passed from average of 47.5 % in the first quarter to average of 63.6 % in the second quarter, among which 74.3% in June 2017. The 3rd quarter objective is to reach 80 % with the final regulations and the last additions of the gravimetric circuit.

By the end of 2017, Komet's Management aims the recovery ratio achievement of 85 % of the resource. Combined with the circuit of lixiviation in tank, the process could reach a total recovery of 95 %.

The Komet's Management also set the second goal to maximize the improvement of factory equipment reliability to minimize the stops of production due to breaking of equipments.

The equivalents of 20kg were produced in the 2nd quarter with 15kg in gravimetry and 5kg in lixiviation. In the first quarter, a little less than 24kg had been produced. This fall in production is understandable by a decrease of extracted ore and by the unavailability of the rejections from the park of residues still containing some gold.

Golden sales and costs of works progress in Guiro mine

During quarter ended on June 30th, 2017, The Company realized a total sales of \$984 599 for a cumulative sales of \$2 208 626 in 2017 compared with sales of \$658 589 in the quarter ended on June 30th, 2016 for cumulative sales of \$1 041 753 in 2016, what represents an increase of \$326 010 for the quarter and of \$1 166 873 for the first half of the year 2017. The operation costs were \$1 156 191 for quarter ended on June 30th, 2017 for a total cumulative of \$2 272 232, by comparison with \$833 419 for the quarter ended on June 30th, 2016 for a total cumulative of \$1 531 828, which represent an increase in costs for quarter ended on June 30th, 2017 compared with \$322 272 in 2016 and \$740 404 for the first six months.

Progress of work on the Dabia South property in Mali

Exploration

During this quarter, the Company pursued an important exploration campaign on the Dabia South permit (formerly Moussala) in Mali. An area covering about 500 m x 400 m is presently in investigation until approximately 70 m of depth. A total of 52 surveys totalising 4 223 m were made. The program completes a zone of 25m as a supplement to the previous surveys. The complete results of all these surveys of this important exploration campaign were made public by the intervention of two press releases, the first one published in May 2nd, 2017 and latest one in July 26th, 2017 and stated mainly about the results obtained on the target of Kabaya.

Financing Activities

During the present quarter, the Company issued a total of 11 111 shares following the exercise of 11 111 warrants for a total amount of \$5000.

Subsequent event

No significant subsequent event was noticed during the present quarter.

General overview of the Company activities on March 31st, 2017

First quarter ended on March 31st, 2017

Progress of work on the Guiro / Diouga property in Burkina Faso

Exploration

Several important exploration campaigns were in progress during the first quarter of 2017. The electromagnetic airborne VTEM statements campaign began in February to end in March. The project was made in 2 parts: Guiro South with 2 587 km and Guiro-North with 1 704 km for a total of 4 291 km of line browsed on a railing of 150 m.

The results of electromagnetic airborne VTEM statements campaign were received and are presently subject to compilation to be interpreted and integrated into campaigns of drillings data as well as into the geochemical campaign data, which was completed. Other targeted drillings took place on the Guiro's property during the quarter. A complete report should be submitted to the management during the 3rd quarter.

A geochemical campaign of sampling in the auger begun in the end of 2016 was completed during this quarter. Samples were collected on a zone of 7.5 x 3.6 km following a railing of 100 x 100 m and until 50 x 50 m on anomalies zones. Furthermore, some campaigns targeted by nicked drillings began and are always in progress to Guiro. The efforts of exploration were really intense during all the first half of the year and will produce a considerable quantity of data extremely important for the future strategies of the Company. A press release was published on May 25th, 2017 on its first drilling results on Guiro South zone, being at 488 m in the south of Guiro's vein.

Progress of works on GUIRO

Underground mine

In the first quarter 2017, a total of 4 733 tons of ore was raised compared with 2 348 tons in the first quarter of 2016, representing an increase of more than 100 %. In the last quarter 2016, a total of 3 596 tons had been raised, what represents an increase of 32 % during the first quarter of 2017. The mine pursues the improvement of its month in month performances.

Factory and gravimetric proceed

The first quarter represented a very important stage in the development of Guiro's mine. Indeed, the lixiviation intensive Locust tree CS250 reactor was delivered, installed and put into service during this period. Building work (buildings and infrastructures) had been undertaken from 2016 and ended in January, 2017 to receive the various components of the reactor. This important equipment should allow a better recovery than the process used until this day. Furthermore, 2 other very important equipments were put into service during this period: the crusher renovated Denver and the concentrator spin-dries Knelson CD12. The optimization of these new equipments will continue throughout the 2nd quarter. Then, the installation of a hydro cyclone to create a recirculation will be made in April. This last addition will complete the process of the factory such as determined by the studies of experts metallurgists to insure an optimal recovery.

Progress of work on the Dabia South property in Mali

Exploration

During this quarter, the Company began an important campaign of exploration on the licence of Dabia South (formerly Moussala) in Mali. A zone covering about 500 m x 400 m is presently on investigation with approximately 70 m depth. A total of 52 surveys totalising 4 223 m were made. The program completes a vein of 25 m as a supplement to the previous soundings. The complete results of this important campaign of exploration were published during the 2nd quarter.

Exploration activities of the Company

During the first quarter of 2017, the Company committed costs totalising \$646 459 in exploration campaigns distributed as follows:

Mining Project Guiro/Diouga in Burkina Faso	460 822 \$
Mining Project Dabia South in Mali	185 637 \$

After having started Guiro mine during recent quarters (previous six quarters) to realize the objective of the Company which is to produce to discover, Komet began an important exploration campaigns on these two mining projects.

Golden sales and progress of work costs

During the quarter ended on March 31st, 2017, the Company sold for \$1 223 927 of golden (sales of \$383 164 during quarter ended on March 31st, 2016) what represents a very significant increase compared with the last year for the same period and also establish the best quarter in the history of the Company with a constant progress. Some expenses of \$1 116 041 were engaged on site during the present quarter by comparison with 698 409 \$ for the corresponding quarter of the year 2016.

Financing activities

Share issues

During the present quarter, the Company issued a total of 261 608 shares for the following considerations:

-On January 23rd, 2017, the Company issued 261 608 shares at the price of 0.4587 each for a total of \$120 000 for payment of interest owed on the debentures on December 1st, 2016.

JUNE 30TH, 2017 COMPARED WITH THOSE OF THE PERIODS OF THREE MONTHS AND SIX MONTHS ENDED ON JUNE 30TH, 2016 ANALYZE RESULTS FOR THE PERIODS OF THREE MONTHS AND OF SIX MONTHS ENDED.

OPERATING RESULTS

Results

The Company realized a net loss of \$380 911 during the three months period ended on June 30th, 2017 for a cumulative total of \$870 250 while for the corresponding quarter of the three months ended period of June 30th, 2016, the Company had realized a loss of \$421 401 for a cumulative of \$628 196. It represents a decrease of \$40 490 for the three months period ended on June 30th, 2017 and an increase of \$242 054 for six months the period ended on June 30th, 2017. This increase of the cumulative loss for six months is mainly understandable by the \$70 437 foreign-exchange loss undergone during the first six months of 2017 by comparison with a gain of \$154 144 during the first six months of 2016 for a \$224 581 gap so increasing the loss of this amount between the two periods. The Company saw its administration expenses decrease for \$93 337 during the three months period ended on June 30th, 2017 (in 2017: \$284 080 in 2016: \$377 417) for a total decrease of \$55 212 for the six months period ended on June 30th, 2017. However, an additional expense of \$121 840 was recorded in 2017 further to granting of stock options (in 2017: \$187 840, in 2016: \$66 000).

Net loss and global result of the period

Since the beginning of the six months period ended on June 30th, 2017, the Company underwent a net loss and a global result of \$870 250 in comparison with \$628 196 for the corresponding period of the last year, for an increase of the net loss and the global result of \$242 054. You will find above the explanations of the main discrepancies.

Capitalized expenses as assets of exploration and evaluation

Mine and factory Experimental Operations

In 2017, during the second quarter, the Company committed \$1 156 191 of expenses for a total of \$2 272 232 since the beginning of the year of which a gold sales deducted of \$984 599, net of royalties of \$51 613 for a net recovery of \$932 986 during the quarter ended June 30th, 2017 for cumulative sales of \$2 208 526, net of royalties of \$128 508 for a cumulative recovery of \$2 080 018 further to the golden sale net investment of \$223 205 for the quarter ended on June 30th, 2017 and for a cumulative investment of \$192 214 in 2017 on the Guiro / Diouga property. These expenses were added to the value of the property as assets of exploration and evaluation.

In 2016, during the second quarter, the Company committed expenses of \$833 419 for a total of \$1 531 828 since the beginning of the year of which a gold sales deducted of \$658 589 net of royalties of \$51 765 for a net recovery of \$606 824 during quarter ended June 30th, 2016 for cumulative sales of \$1 041 753 net of royalties of \$74 795 for cumulative recovery of \$966 958

further to the golden sale net investment of \$226 595 for the quarter ended on June 30th, 2016 and for a cumulative investment of \$564 870 in 2016 on the Guiro / Diouga property. These expenses were added to the value of the property as assets of exploration and evaluation.

Exploration activities of the company

During the first half of the year 2017, the Company committed costs adding up to \$764 590 (whose the sum of \$115 549 was spent during the second quarter) in campaigns of exploration distributed as follows:

	Quarter 30/06/2017	Cumulative 30/06/2017
Guiro/Diouga mining project in Burkina Faso	21 980 \$	482 802 \$
Dabia South mining project in Mali	93 569 \$	281 788 \$

SUMMARY OF THE QUARTERLY RESULTS (unaudited)

	Second Quarter	Second Quarter	Second Quarter
Period ended :	June 30 2017	June 30 2016	June 30 2015
	\$	\$	\$
General expenses of exploration and expenses on site	-	-	276 431
Mining exploration salaries	-	-	120 314
Expenses of stays and journey	5 603	40 420	20 872
Depreciation allowances of tangible assets	1 434	893	4 465
Administration salary	80 207	63 734	44 183
Management fees	35 000	31 000	29 000
Professional fees	45 332	87 352	50 918
Registration and information of the shareholders	19 314	40 308	37 705
Interests on bank overdraft and banking charges	18 635	22 877	2 706
Promotion fees	21 187	57 005	-
Rent	11 738	6 000	6 000
Telecommunications	7 334	10 692	4 893
Miscellaneous administration fees	39 730	18 029	22 479
Remuneration based on shares	-	66 000	-
Interests on debentures	23 217	23 217	15 300
Interests on long term debt	19 000	33 390	-
Interests on due to an administrator	-	(5 095)	-
Radiation on mining properties	-	-	261 976
Gain (loss) on exchange rate	(70 129)	74 421	4390
Miscellaneous revenue	12 955	-	-
Interest income	3 994	-	758
Pre-tax loss	(380 911)	(421 401)	(892 094)
Net loss	(380 911)	(421 401)	(892 094)
Basic and diluted loss per share	(0.006)	(0,008)	(0,020)

FINANCIAL HIGHLIGHTS

	First Quarter	First Quarter	First Quarter
Period ended on :	Marsh 31 2017	Marsh 31 2016	Marsh 31 2015
	\$	\$	\$
General expenses of exploration and expenses on site	-	-	182 607
Mining exploration salaries	-	-	101 121
Depreciation allowances of tangible assets	1 417	6 538	3 552
Administration salary	85 462	66 196	37 768
Management fees	30 000	31 000	25 000
Professional fees	23 623	46 351	36 877
Registration and information of the shareholders	15 242	6 561	8 830
Interests on bank overdraft and banking charges	10 664	15 516	2 052
Telecommunications	9 042	18 694	1 857
Management insurance	2 453	2 342	
Expenses of stays and journey	4 964	5 568	24 444
Rent	11 477	6 222	-
Promotion	26 709	-	-
Miscellaneous administration fees	34 790	17 851	9 465
Basic and diluted loss per share	187 840	-	210 800
Interest on convertible debenture	23 217	23 338	-
Interest on long term debt	28 347	35 771	-
Interests on due to an administrator	-	5 095	-
Gain (loss) on exchange rate	(307)	79 723	4 728
Interest income	6 215	525	759
Pre-tax loss	(489 339)	(206 795)	(638 886)
Net loss	(489 339)	(206 795)	(638 886)
Perte de base et diluée par action	(0,007)	(0,004)	(0,015)

ANALYSIS OF THE FINANCIAL SITUATION ON JUNE 30TH, 2017

	June 30	December
	2017	31 2016
	\$	\$
Cash and cash equivalent	990 550	2 437 709
Customers and other debtors	548 306	546 499
Inventories	278 920	176 432
Prepaid expenses	339 902	386 121
Security deposit	50 480	55 772
Total of current assets	2 208 158	3 602 533
Total of mining properties	6 978 954	6 022 150
Total of property and equipment	1 737 636	1 628 131
Total of assets	10 924 748	11 252 814
Bank overdraft	452 540	438 644
Accounts payables and accrued liabilities	1 274 415	1 000 165
Current portion of long term debt	316 794	285 029
Total of current liabilities	2 043 749	1 723 838
Long term debt	1 270 441	1 376 122
Debentures convertibles	1 891 655	1 876 541
Deferred income	27 842	27 842
Total of liabilities	5 233 687	5 004 343
Total of equities	5 691 061	6 248 471
Total of liabilities and equities	10 924 748	11 252 814

The financial situation of the company on June 30th, 2017 have considerably changed compared with the financial situation of December 31st, 2016, considering the important investments of \$956 804 in the mining assets which increase during the half-year including the amount of \$764 590 in exploration campaigns made on both mining projects (Guiró: 482 802 \$ and Dabia South: 281 788 \$), the fixed assets acquisitions of \$238 539 and of the monetary loss of \$664 445 incurred during the quarter.

These investments as well as the loss, engendered an important decrease of working capital which passed from 1 878 695 \$ on December 31st, 2016 to \$164 409 in June 30, 2017, for a decrease of \$1 714 286 which is the result of the decrease in treasury of \$1 447 159 (in 30/06/2017: \$990 550 in 31/12/2016: \$2 437 709) and the increase of the creditors and expenses payable of \$274 250 (in 30/06/2017: \$1 274 415 in 31/12/2016: \$1 000 165).

Liquid assets and financing

On June 30th, 2017, the cash balance was \$538 010, compared to \$1 999 065 on December 31st, 2016 which represent a decrease of \$1 461 055. This is the direct result of the loss in liquidity to the operational activities to \$664 445 from the beginning of the half-year (compared with \$641 283 during the half-year of the previous year), net investments made on Guiro / Diouga property which amounted to \$554 854 including works in exploration and geology of \$482 802 (deduction made by the amortization of machinery and equipment for a total amount of \$120 162) (for the half-year ended on June 30th, 2016 some investments of \$484 121 had been made (deduction made by the amortization of machinery and equipment of \$80 749)), net of \$275 768 investments (half-year ended on June 30th, 2016 by the net investments of \$68 880 on Dabia South project in Mali. Since the beginning of the exercise the Company acquired fixed assets for \$238 539 and paid \$73 918 of its long-term debt. However, the Company increased its accounts payable by \$274 250. The working capital of June 30th, 2017 is \$164 409 compared with \$1 878 695 on December 31st, 2016, a decrease of \$1 714 286. It is important to remember the investments in the mining properties and in the fixed assets which totalised the amount of \$1 069 159. The subsequent quarters will be directed to the ore production to reach and exceed the breakeven point.

Operating activities

For the quarter ended on June 30th, 2017, the cash flows from operation decreased of \$371 920 for a biannual cumulative decrease of \$664 445 compared with a decrease of \$400 954 for the quarter of the last year, for a biannual reduction of \$641 283 what represents a decrease of \$29 034 in the quarterly and a light cumulative increase of \$23 162 for the half-year.

Financing activities

For the half-year ended on June 30th, 2017, the cash flows generating the financing activities of the company amounted to \$125 000 further to the issuing of two slices of shares compared with \$1 866 973 during the corresponding period of the previous year. However, the Company made during the first half of the year 2017, a capital refunds of \$73 918 on its long-term debt compared with \$137 081 for the previous year.

Investment activities

For the period of three months ended on June 30th, 2017, the cash flows used in investing activities totalised \$342 665 for a total cumulative of \$1 069 159 on June 30th, 2017 while an amount of \$376 206 had been invested during the period of three months ended on June 30th, 2016, compare with a total cumulative of \$675 206 on June 30th, 2016. These funds were used as net investments for the acquisition of assets of exploration and evaluation on licences Guiro/Diouga and Dabia South for an amount of \$830 620. The investments totalising the amount of \$554 852 on Guiro/Diouga project were distributed as follows: an amount of \$482 802 in

exploration and geology expenses to identify additional reserves while the operations of the current site required \$72 050 funds (\$2 208 526 of golden sales during the half-year deduction made by \$128 508 royalties and by expenses on site including all the expenses except the amortization on machinery and equipment of \$120 162 totalised \$2 152 068) and for investments totalised \$275 768 in exploration expenses on Dabia project. The balance of \$238 539 represents the amount invested in tangible capital assets mainly in machinery and equipment on Guiro / Diouga project.

Equity

The equity which were \$6 248 471 on December 31st, 2016 decreased by \$557 410 to \$5 691 061 on June 30th, 2017. This decrease result in the biannual loss of \$870 250, compensated by the following effects i) increase of \$120 000 to issuing capital stock of \$261 608 for payment of interests on the debenture ii) increase of \$5000 further to the exercise of warrants against the shares emission of 11 111 iii) increase of \$187 840 further to the granting of 600 000 stock options. The number of outstanding shares on June 30th, 2017 is 66 206 842 so, more than 272 719 shares related to December 31st, 2016. On June 30th, 2017, 4 050 000 stock options were issued and outstanding under the stock option plan, against 3 450 000 on December 31st, 2016.

Related Party Transactions

The Company concluded with the managers during the present quarter and during the half-year the following transactions:

	Quarter 06/30/2017	Cumulative 06/30/2017	Quarter 06/30/2016	Cumulative 06/30/2016
Management fees	35 000 \$	65 000 \$	31 000 \$	50 000 \$
Rent	6 000 \$	12 000 \$	6 000 \$	12 000 \$
Professional fees - accounting	-	19 200 \$	18 731 \$	39 231 \$
Share-based compensation	-	62 613 \$	33 000 \$	33 000 \$
Interest on convertible debenture	18 000 \$	36 000 \$	18 000 \$	36 000 \$
Interests on due to an administrator	-	-	(5 095) \$	-

Management considers that these operations took place during the normal course of business and entered into the same terms as ongoing transactions with unrelated third party.

Events After Reporting Date

There is no subsequent event on the publication of the financial statement for the period of three months ended on June 30th, 2017.

Carrying Value of Mining Properties

At the end of each quarter, exploration work is reviewed to evaluate the future potential of each mining property. Further to this analysis, radiations are if necessary made. During quarter ended on June 30th, 2017, no radiation was required.

Critical Accounting Policies and Estimates

We invite you to refer to the appropriate section in financial statements for the periods of three months closed on June 30th, 2017 and 2016. There have been no major changes in the Company's accounting policies and estimates since December 31st, 2016.

Disclosure of Outstanding Share Data

The Company is authorised to issue an unlimited number of common shares, without nominal value. On June 30th, 2017, a total of 66 206 842 shares were issued and outstanding. There were no warrants in circulation on June 30th, 2017. All expired during the present quarter. Indeed, 1 820 846 warrants expired on April 29th, 2017 and on 2 432 940 warrants expiring on June 14th, 2017, only 11 111 were exercised at the price of \$0.45. The Company maintains a share-based compensation plan that was reviewed at the shareholders general meeting on July 10, 2015. This plan allows the Company to issued up to a maximum of 5 000 000 outstanding stock options. On June 30th, 2017, a total of 4 050 000 stock options were outstanding and could be exercised at prices ranging from \$0.37 to \$0.50. On June 30th, 2016, a total of 4 100 000 options were outstanding.

BUSINESS RISKS

Risk and uncertainty

The following statement presents a number of important risks which, in the opinion of the Management, can have an incidence on the affairs of the Company. There are also other risks not described below which exist at present, or which could arise in the future towards the operations of the Company.

Financial risk

In the future, additional funds may be required at any time to finance exploration or development projects in order to locate deposits or develop such deposits, including the Guiro / Diouga and Dabia Sud gold project. Funds may be raised through issuance of capital, loan or other debt instruments. The availability of these new funds is contingent upon general economic conditions as well as the interest of lenders and investors in our projects. Furthermore, even if these financing were successfully completed, nothing guarantees that they are obtained according to favorable modalities for the Company, or that they supply sufficient funds to reach its goals, what could have negative repercussions on the Company's activities and its financial situation.

Mining Property Owning Risk

Even if the Company has obtained title opinions on its wholly owned Guiro/Diouga gold property (Burkina Faso) and Dabia South (Mali) gold property using reasonable procedures to ensure the validity of the titles, no guarantee exists that third parties will not contest the titles. Third parties could have valid claims to underlying Company lands.

Government Regulation Risk

The Company's operations must comply with the various laws and obligations related to the exploration and development, protection of the environment and acquisition of permits and authorization for mining operations. The Company believes that it is in compliance with important aspects of the laws. A change in the legislation could have a significant negative effect on the Company's operations.

FUTURE PROSPECTS

The future prospects are closely related to:

- The Company's objective remains produce to discover and it will work to increase the production of the Guiro/Diouga project to reach and exceed the break-even point during 2017.
- The development of the Guiro/Diouga gold project acquired in Burkina Faso and the Dabia South (formerly known as Moussala) project in Mali.
- The Company's strategy to focus on discovering viable economic deposits whose profits will ensure the long-term sustainability of the Company.
- The acquisition and development of new mining properties, particularly in Burkina Faso and Mali
- The ability of the Company to carry out regular fundraising through private investment to continue research on new mining properties and to continue developing targeted exploration programs.

The growth prospects described above constitutes forward-looking information, which by its nature includes known and unknown uncertainties and risks.

ADDITIONAL INFORMATION

Additional information on Komet is available on the public website of the electronic data, analysis and research system known as SEDAR, at www.sedar.com and on the Komet website at <http://kometgold.com>.

(s) André Gagné

President, and CEO, Director

(s) Robert Wares

Chairman of the Board of Directors