

**KOOTENAY ZINC CORP.**

Suite 800-1199 West Hastings Street Vancouver, B.C. V6E 3T5

November 4, 2016

**KOOTENAY ZINC CORP.  
COMPLETES PRIVATE PLACEMENT**

**Vancouver, B.C., November 4, 2016** – Kootenay Zinc Corp. (the “**Company**”) is pleased to announce the closing of the previously announced non-brokered private placement (the “**Private Placement**”).

Pursuant to the Private Placement, the Company sold an oversubscribed amount of 16,500,000 common shares of the Company (“**Placement Shares**”) at a price of \$0.05 per Placement Share for gross proceeds of \$825,000. Pursuant to a finder’s fee agreement between the Company and Canaccord Genuity Corp. (“**Canaccord**”), in connection with the Private Placement Canaccord will receive 535,000 common shares of the Company. In addition, pursuant to an advisory agreement between the Company and Canaccord, the Company will issue 500,000 common shares to Canaccord.

The proceeds of the Private Placement will be used to fund exploration activities on the Sully Property in the Fort Steele Mining Division in the southeast portion of the Province of British Columbia in connection with the option agreement (the “**Option Agreement**”) between the Company and Gravitas Metals Corp. (“**Gravitas**”), to pay certain professional fees, and toward general corporate and working capital purposes.

All of the Placement Shares are subject to a statutory hold period of four months and one day from the distribution date.

The Company also announces that Excel Geophysics Inc. has recently completed a gravity survey over the East Target of the Sully Property (the “**Survey**”). That data will produce a detailed gravity model and map that will be used for targeting of next drilling program, currently planned to commence in November 2016.

The Company further announces that John Walther has resigned as a director of the Company. Management thank Mr. Walther for his commitment to the Company during his tenure and wish him well in his future endeavours.

**About the Sully Property**

The Sully Property comprises 1375 ha located approximately 30km east of Kimberley, B.C. and overlies rocks of similar age and origin as those which host the world-class Sullivan Deposit, owned by Teck Resources Limited. Sullivan was discovered in 1892 and is known to be one of the largest sedimentary-exhalative (“SEDEX”) deposits in the world. Over its 100-year lifetime, Sullivan produced approximately 150 million tonnes of ore, including three billion ounces of silver, eight million tonnes of zinc and eight million tonnes of lead. The equivalent level of strata as at Sullivan and that formed on the margin of that same basin are present at the Sully Property. The Company cautions that past results or discoveries on proximate land are not necessarily indicative of the results that may be achieved on the Sully Property.

The scientific and technical information contained in this news release has been reviewed and approved by the Company’s Project Manager, Paul Ransom, P.Geo., a “Qualified Person” as defined in National Instrument 43-101 – *Standards of Disclosure for Mineral Projects*.

On behalf of the Board of Directors

David Schmidt  
President and Chief Executive Officer

### **Forward Looking Information**

This news release includes certain statements that constitute “forward-looking information” within the meaning of applicable securities law, including without limitation, statements that address the Private Placement, the Company’s plans for the Sully Property, comments regarding the timing and content of upcoming work programs, potential geological interpretations, success of exploration activities, costs and timing of future exploration and development, requirements for additional capital, other statements relating to the financial and business prospects of the Company and other matters. Forward-looking statements address future events and conditions and are necessarily based upon a number of estimates and assumptions. These statements relate to analyses and other information that are based on forecasts of future results, estimates of amounts not yet determinable and assumptions of management. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, using words or phrases such as “expects” or “does not expect”, “is expected”, “anticipates” or “does not anticipate”, “plans”, “estimates” or “intends”, or stating that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved), and variations of such words, and similar expressions are not statements of historical fact and may be forward-looking statements. Forward-looking statements are necessarily based upon a number of factors that, if untrue, could cause the actual results, performances or achievements of the Company to be materially different from future results, performances or achievements express or implied by such statements. Such statements and information are based on numerous assumptions regarding present and future business strategies and the environment in which the Company will operate in the future, including the price of zinc and other metals, anticipated costs and the ability to achieve goals. While such estimates and assumptions are considered reasonable by the management of the Company, they are inherently subject to significant business, economic, competitive and regulatory uncertainties and risks. In particular, there is no guarantee that exploration work will be completed on the Sully Property. Accordingly actual results may differ materially from those currently anticipated in such statements. Factors that could cause actual results to differ materially from those in forward looking statements include, but are not limited to, continued availability of capital and financing and general economic, market or business conditions, the loss of key directors, employees, advisors or consultants and fees charged by service providers. Investors are cautioned that forward-looking statements are not guarantees of future performance or events and, accordingly are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty of such statements. The forward-looking statements included in this news release are made as of the date hereof and the Company disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as expressly required by applicable securities legislation.

Neither the CSE nor its regulation services provider accepts responsibility for the adequacy or accuracy of this news release.