

KAPUSKASING GOLD COMPLETES CHANNEL SAMPLING AT ROLLO - DRILL PROGRAM TO COMMENCE

July 22, 2015 – Kapuskasing Gold Corp. (TSX-V: KAP) (the “Company” or “Kapuskasing”) reports that it has completed channel sampling at its Rollo property in the area of the high gold grade sample (*see news release June 11, 2015, “Kapuskasing Gold Samples up to 11.5 g/t at Rollo – Airborne to be Flown at Borden North*). The property is located in the west end of the Swayze greenstone belt in northern Ontario. Assay results are expected within a week and a diamond drill program is planned to commence immediately following. Proposals from drillers operating nearby are currently being reviewed by KAP and the program will be announced when a contract and permits are finalized.

Running parallel to the program discussed above, the Company’s exploration team has conducted prospecting and sampling programs on the other gold bearing porphyries that were sampled late last year. The plan is to advance these other areas to the drilling stage for later in the summer. Running the programs in parallel allows for continual advancement over a number of properties or areas in a cost efficient manner by utilizing the technical staff and drillers already in the region.

The Company also announces a non-brokered financing of up to 6.25 million units (the “Units”) of the company at a price of 8 cents per Unit for gross proceeds of \$500,000 (the “Offering”). Each Unit will consist of one common share in the capital of the Company and one common share purchase warrant. Each share purchase warrant will be exercisable into one common share at 12 cents for a period of 24 months from the closing of the financing.

Net proceeds will be used to complete additional exploration on the properties (*see news release June 11, 2015, "Kapuskasing Gold Samples up to 11.5 g/t at Rollo – Airborne to be Flown at Borden North*). The work will include the Rollo diamond drilling, airborne surveys, initiating prospecting at its other properties in the area and for general working capital purposes. Plans are to complete the groundwork and geophysics, to identify summer drill targets in and around the known structures and gold showings.

Completion of the Offering is subject to receipt of all regulatory approvals, including the approval of the TSX Venture Exchange. All securities issued pursuant to the Offering will be subject to a statutory four-month hold period.

In connection with the Offering, Kapuskasing may, subject to regulatory acceptance, pay finders' fees to certain arm's-length parties on the proceeds raised. Company insiders may be participating in the offering.

Kapuskasing controls six gold properties located along inferred extensions of the Destor-Porcupine structure in the Borden Lake and Swayze areas. The company's six properties surround Goldcorp's Borden Project that was purchased from Probe Mines. A detailed map and property descriptions can be viewed on the company's website at www.kapuskasinggold.com.

On behalf of the Board of Directors:

KAPUSKASING GOLD CORP.

"Dean Nawata"

Dean Nawata

President & CEO, Director

Phone 1-604-561-2821

Qualified Person

Mr. Garry Clark, the Exploration Manager and a director of the Company, a Qualified Person ("QP") as defined by National Instrument 43-101, has reviewed the technical content of this release.

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.

Forward Looking Statements and Cautionary Notes

Statements in this document which are not purely historical are forward-looking statements, including any statements regarding beliefs, plans, expectations or intentions regarding the future. Forward-looking statements contained in this document are based on certain key expectations and assumptions made by Kapuskasing, including, without limitation, expectations and assumptions respecting the outlook of exploration activity on the Borden and Rollo properties and the impact on Kapuskasing's business and management assessment of future operations. Although the forward-looking information contained in this press release is based upon what Kapuskasing's management believes to be reasonable assumptions, the Company cannot assure investors that actual results will be consistent with such information. Forward-looking information reflects current expectations of management regarding future events and operating performance as of the date of this press release.

It is important to note that actual outcomes and the Company's actual results could differ materially from those in such forward-looking statements. Risks and uncertainties include, but are not limited to, economic, competitive, governmental, environmental and technological factors that may affect the Company's operations, markets, products and prices. Readers should refer to the risk disclosures outlined

in the Company's Management Discussion and Analysis of its audited financial statements filed with the British Columbia Securities Commission.

The forward-looking information contained herein is expressly qualified in its entirety by this cautionary statement. Forward-looking information reflects management's current beliefs and is based on information currently available to the Company. The forward-looking information is made as of the date of this press release and Kapuskasing assumes no obligation to update or revise such information to reflect new events or circumstances, except as may be required by applicable law.

This news release contains information with respect to adjacent or similar mineral properties in respect of which the Company has no interest or rights to explore or mine. Readers are cautioned that the Company has no interest in or right to acquire any interest in any such properties, and that mineral deposits on adjacent or similar properties are not indicative of mineral deposits on the Company's properties.