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2BE-KLG1116 - Company Change

Christopher Pennimpede <cpennimpede@gmail.com>

Tue, Apr 25, 2017 at 12:59 PM

To: Cynthia Ene <cynthia.ene@nwb-oen.ca>

Cc: Janet Stritychuk <janet@strity.com>, Ida Porter <ida.porter@nwb-oen.ca>, David Hohnstein <david.hohnstein@nwb-oen.ca>

Hi Cynthia,

We would like to open camp mid-June, which does not necessarily mean using water, but I would prefer to turn on the camp water system to ensure everything works prior to drilling.

After opening camp and making sure all the machinery is functional or noting those that needs repairs we intend to go drilling in July subject to Kiyuk Lake being free of ice (typically around Canada Day weekend based on past experience).

Given the license is imperative to staging a project I would like to have it in hand by June so we can get contracts secured and prepare appropriately.

Having seen other exploration companies plan and start executing projects hoping their water permit comes through and ultimately not getting that permit resulting in wasting potentially millions of dollars, would force me to make some tough recommendations if the permit was not in place at that time.

The weather window at Kiyuk is very narrow given the access challenges so we need everything in place in order to conduct a proper and cost effective program.

Regards,

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