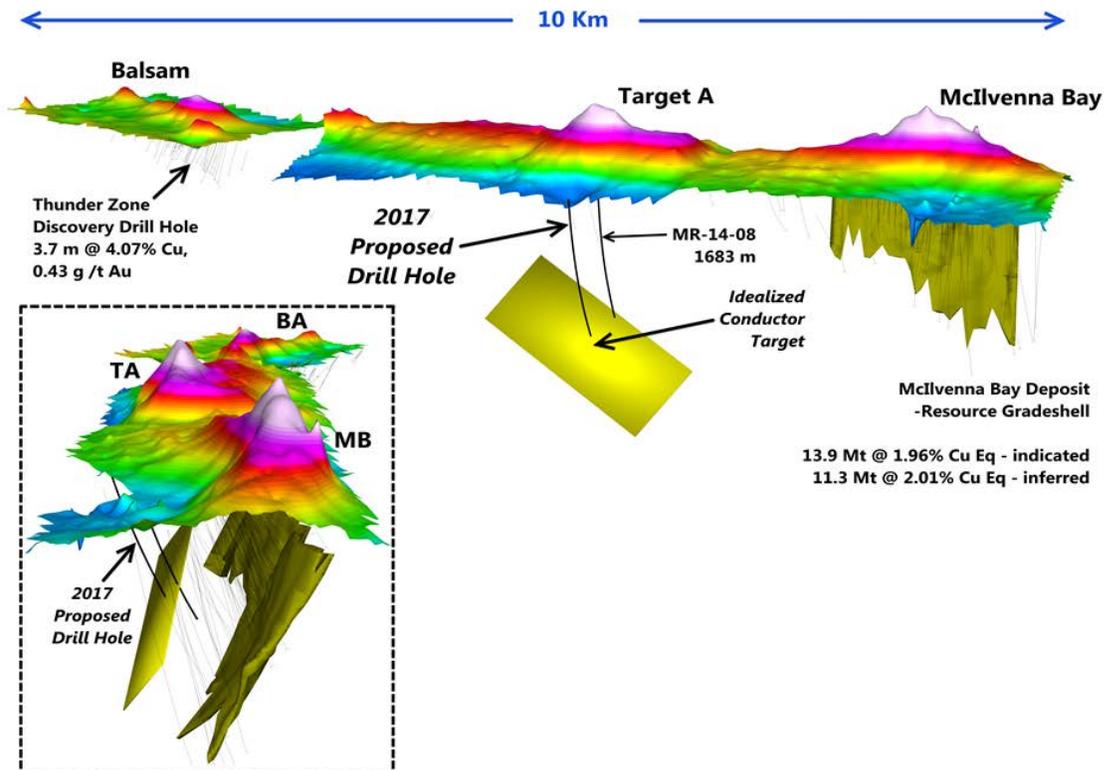


Dear Fellow Shareholders,

Ever since the current management team was appointed, our objective has been to focus on the advancement of the McIlvenna Bay Deposit and to use innovative methods to explore for and delineate additional deposits on our highly prospective landholdings. We have conducted exploration leading to the first new discovery on the properties in 30 years, as well as definition drilling on existing satellite deposits to improve the economics of the Hanson Lake Camp. In conjunction with this, management has continued to investigate new opportunities that could complement our existing assets and add value to the Company.

This year we are looking to implement programs that will advance our projects and add value. Management will continue to advance its flagship McIlvenna Bay Project, a large robust Volcanogenic Massive Sulfide Deposit about one hour's drive west of the town of Flin Flon, while at the same time working to update a resource on the Bigstone Deposit, a high grade copper-zinc deposit 25 kilometres west of McIlvenna Bay. The greatest value addition to a junior exploration-development company results from the discovery of a new deposit. On this front, we are following up on a large geophysical anomaly that was identified in 2013 and drilled in 2014.



Target A, represents a large geophysical anomaly identified by a ground based time-domain electromagnetic (TEM) geophysical survey that may indicate the potential for a second large massive sulfide deposit just 1.5 kilometres from our flagship McIlvenna Bay Project. The conductor associated



with this TEM anomaly exhibits a strong late time response typical of those exhibited by massive sulfide deposits. Foran's Thunder Zone massive sulfide discovery was made by drilling into a similar strong late time response EM target.

Encouraged by our success at the Thunder zone, we commissioned a second Target A hole to explain the EM response. However, due to an early Saskatchewan spring thaw, drilling was terminated short of the EM anomaly target depth. We are optimistic that additional geophysical data to be collected in the hole is closer to the source conductor and will better constrain the location and characteristics of the anomaly. Further drilling is planned to fully test this response.

Opportunities on our properties are not limited to a single deposit. We have applied for permits to drill the Bigstone Deposit. After community consultation with the Peter Ballantyne Cree Nation, whose traditional lands we explore, we plan to conduct a summer drill program at Bigstone. In 2015, an infill drill program at the historic Bigstone deposit confirmed the robust nature of this copper and zinc-rich resource. Drilling confirmed the broad widths of mineralization at Bigstone and the high-grade nature of the copper, which runs in excess of 3% over significant intervals in a number of the drill holes. There appears to be room to grow both the copper and zinc resources at Bigstone with additional drilling and the deposit could ultimately provide high-grade satellite mill feed for an operation at McIlvenna Bay.

We expect that the work planned for this year will deliver some promising results. Our objective is to realize our expectation that the Hanson Lake Properties represent a geological camp holding a number of promising deposits which can be developed.

At this time last year I was hoping that the worst was behind us in the commodity space and that our accomplishments on the Hanson Lake Properties would finally be recognized positively by financial markets. What a difference a year makes. Since last year's letter, the price of copper has recovered and the price of zinc is touching new highs. Our share price is trading at approximately five times its lows thanks to the support of shareholders who recognized the underlying value of our assets. We believe that our assets are still undervalued in the current economic environment and this year we hope to do more to bring out their full value.

I would like to take this opportunity to thank our Shareholders, the Peter Ballantyne Cree Nation, the Ministries of the Economy and Environment, Saskatchewan and our Board of Directors for their support as we continue to realize value at the Hanson Lake Properties.

Sincerely,

A handwritten signature in blue ink that reads "Patrick Soares".

Patrick Soares
President and CEO