



CITY OF YELLOWKNIFE
OFFICE OF THE MAYOR

November 16, 2018

Mackenzie Valley Land and Water Board
P.O Box 2130
Yellowknife, NT X1A 2P6

Dear Sir/Madam,

Re: Letter of Support for the Yellowknife City Gold Project's Applications

As home to over 90% of the residents, businesses and municipal tax base in the project area, the City of Yellowknife is a key community of benefit and impact. We are writing to support TerraX Minerals Inc.'s Land Use Permit and Class B Water Licence applications to the Mackenzie Valley Land and Water Board. These applications are being submitted to replace the current Land Use Permits. A significant increase in the area covered by TerraX's Yellowknife City Gold Project is the main reason for these new applications.

These applications, if approved, would reduce the administrative burden of managing multiple Land Use Permits and allow for an increase in the number of drills that can operate concurrently on the project. The additional drills would allow for operational flexibility on the much larger project area. This would allow TerraX Minerals to expedite and focus exploration timelines, which would greatly assist with the decisions required to take this project forward.

Since starting exploration of the Yellowknife City Gold Project in 2013, TerraX Minerals has been very active and transparent in engaging both the City and numerous communities, educational, recreational, and residential groups that call Yellowknife home. In addition to meeting with the City periodically, each year TerraX Minerals hosts a community meeting to report on the prior year's activities and consult on proposed activities for the upcoming year.

TerraX's contributions to the City include: working with each school board and Aurora College to support their earth sciences and geology curriculums, promoting geo-tourism and history, partnering in a STEM program for young women interested in geology and mining, sponsoring the Yellowknife Gold Loppet, supporting five trail based community recreational organizations, funding the cleanup of community trails and the development of the Ranney Hill Geological Interpretive Trail as a recreational, educational, tourism and cultural community asset.

We understand that TerraX Minerals has had a strong record of compliance and engagement under the existing Land Use Permits and are pleased to support their current applications.

Sincerely,

Rebecca Alty
Mayor
DM#537662