

November 19, 2021

VIA EMAIL

Wek'èezhii Land and Water Board  
1-4905 8th Street  
Yellowknife, NT X1A 3S3

Attention: Ryan Fequet, Executive Director

Dear Mr. Fequet:

**Re: Update on ongoing negotiations between Tłı̨chǫ Government and Arctic Canadian Diamond Company re Ekati – Point Lake Project, File: W2012L2-0001**

Tłı̨chǫ Government and Arctic Canadian Diamond Company Ltd. (“Arctic”) write further to the June 10, 2021 letter from the Wek'èezhii Land and Water Board (“Board”) and our joint letter of October 28, 2021 with respect to the Point Lake Project at the Ekati Mine (the “Project”) and the status of any agreement between Tłı̨chǫ Government and Arctic with respect to the Project as contemplated by section 23.4.1 of the Tłı̨chǫ Agreement.

We are pleased to inform the Board that Tłı̨chǫ Government and Arctic have concluded a binding term sheet that contains our mutual agreements and understandings with respect to the Project. Our binding term sheet is detailed in nature and we expect that the negotiation and drafting of a definitive agreement between Tłı̨chǫ Government and Arctic will be straightforward and completed in short order. We confirm that, in the view of the Parties, the agreement reached satisfies the requirements of section 23.4.1 of the Tłı̨chǫ Agreement.

We thank the Board for its assistance in this matter.

Sincerely,



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Laura Duncan  
Tłı̨chǫ Executive Officer  
Tłı̨chǫ Government



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Rory Moore  
Interim President  
Arctic Canadian Diamond Company Ltd.