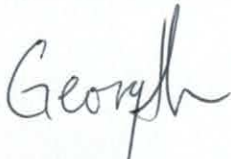


No Firearms Policy

BMC Minerals (No.1) Ltd ("BMC" or the "Company") is committed to implementation of Health and Safety Policies and supporting Safety Management System procedures to provide a safe working environment for all employees and contractors. As such BMC will enforce a No Firearms Policy which includes the following:

- All firearms are prohibited at the BMC Minerals (No. 1) Ltd, Kudz Ze Kayah site unless otherwise authorized by BMC Management.
- Firearms are to only be used for the protection of personnel and property in the event of dangerous wildlife.
- All hunting of wildlife or recreational shooting is strictly prohibited.
- All authorized firearms at the Kudz Ze Kayah Project site are under direct control of the BMC Management or an employee(s) designated by BMC Management.
- As described in the *Yukon Occupational Health and Safety Regulations*; "any worker who is required to use, handle or otherwise have control of a firearm shall:
 - have successfully completed the Canadian Firearms Safety Course, given by an instructor who is designated by a chief firearms officer, and
 - have demonstrated proficiency with that firearm to the employer."
- Every designated employee who handles firearms in the course of their duties, must hold a valid Federal Firearms Possession License with non-restricted acquisition privileges.
- All firearms must be handled and stored in accordance with the federal *Firearms Act*. This includes, but is not limited to, locking mechanisms on all firearms when not in use and proper storage of ammunition.

This policy shall be supported by appropriate standards, procedures and programs that are designed to achieve the policy objectives.

A handwritten signature in black ink that reads 'George Smith'.

George Smith

Date: 1 November 2016

Director