April 18, 2017

Mr. David Felderhol
1300 - 1959 Upper Water Street
Purdy's Wharf Tower 1
Halifax, Nova Scotia B3J 3N2
Canada

**Re: Dawson Gold Project, DRMS NOI File No. P-2013-002;
          Notice of Decision NOI Modification 3 (MD-03)**

Dear Mr. Felderhol:

On April 18, 2017 the Division of Reclamation, Mining and Safety approved the modification application submitted to the Division on November 21, 2016, addressing the following:

Increase length of new drill roads for further exploration to 7,150 feet.

The terms of the MD-03 approved by the Division are hereby incorporated into NOI No. P-2013-002. All other conditions and requirements of NOI No. P-2013-002 remain in full force and effect.

If the revised liability amount exceeds the performance bond currently held (see below), please submit additional bond. The revision will not be final until the bond is approved by the Division.
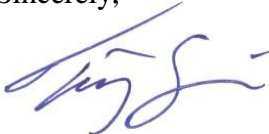
Prior Liability:	$51,275.00
Change in Liability:	$41,380.00
Revised Liability:	**$92,655.00**
Bond Held:	$51,275.00

The previous bond provided for review has been revised to include the 3% contingency (not normally included) for the purpose of providing alternate sources of the 312 CY of clayey gravel for colluvium road cut buttressing in the event the bond must be recalled/forfeited and the patented claim is sold by Zephyr, such that the proposed borrow area might not be accessible and the material would need to be brought in from a greater distance.

Please be advised that additional activity proposed beyond that approved by this modification must be done under an approved mine reclamation plan. If you have any questions, please contact me (303-866-3567 ext. 8169).

Sincerely,

Timothy A. Cazier, P.E.
Environmental Protection Specialist

Enclosure

ec: Tony Waldron, DRMS
        Wally Erickson, DRMS
        Barbara Coria, DRMS
        Angela Bellantoni, PhD, EAI
        Stephanie Carter, BLM
        DRMS file