



SITNASUAK NATIVE CORPORATION

VENTURE

SPIRITUALITY • COMMITMENT TO FAMILY • LOVE OF CHILDREN • RESPECT FOR ELDERLY • RESPECTING OTHERS • HARD WORK • REVERENCE TOWARD NATURE • COOPERATION • SHARING HONESTY • OBEDIENCE • PATIENCE • HUMOR • HUMILITY • RESPONSIBILITY • PRIDE IN CULTURE • AVOIDANCE OF CONFLICT • OPEN COMMUNICATION • SPEAKING OUR TRADITIONAL LANGUAGE

PHOTO BY KATIE O'CONNOR

Michael Orr appointed Sitnasuak president

BY BOARD OF DIRECTORS, EFFECTIVE MAY 18, 2015



Greetings!

First, I would like to express my gratitude. I am sincerely grateful to serve in the capacity of president and to represent our Corporation. Thank you so much for this opportunity to be of service to you, the shareholders.

I also want to take this opportunity to briefly introduce myself. I was born in Nome, and raised throughout Western Alaska along the coast of the Bering Sea – as my father was an elementary school teacher. I am Siberian Yupik and a member of the Pungowiyi family of St. Lawrence Island. I am honored to mention that my uncle was the late Caleb Pungowiyi, who spent his life advocating for the conservation of marine resources.

For the past seventeen years my professional career has been centered in the field of finance, with approximately

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ANNUAL MEETING

Set for June 6th

The 42nd Annual Meeting of Shareholders is Saturday, June 6, 2015 and you are invited! It begins at 10 a.m. at Nome Elementary School. Be sure to read your proxy packet, complete your proxy and review the annual report. Lunch will be provided with updates about Sitnasuak's operations and election of Board of Directors. Please visit our website at www.snc.org to livestream the meeting online if you cannot attend in person.

Hope to see you there!



From the Chairman:

ROBERT (BOBBY) EVANS

Hello Fellow Shareholders,

I send greetings to you and your family wherever you may be. Summer is approaching and we are beginning to enjoy longer and much warmer days in Nome.

The year 2014 was another successful year for Sitnasuak Native Corporation. We again were able to give back to our shareholders through dividends, scholarships, and both fuel and rental discounts. Overall, Sitnasuak was profitable. I want to thank all Directors on the Board, management and staff for their hard work to carry out the initiatives put forward by the Board for the continued success of our Corporation.

Soon we will be hosting our Annual Meeting of Shareholders in Nome and I hope that you are able to attend. We are looking forward to reporting our success and sharing time with shareholders who

can attend in person or are able to watch via our webcast.

I am happy to see so many candidates running for the Board. This shows me that our shareholders want to play an active role within our Corporation. It takes a lot of time and commitment to serve as a Director, but the results are rewarding. By working together as a team, the Board is able to make sound decisions that are best for our shareholders and Corporation.

The year 2015 has been exciting thus far. I am grateful to see one of our own come back home, Michael Orr. Michael begins his employment with us as President of Sitnasuak on May 18, 2015. Michael and his fiancé will be moving to Nome soon and he tells me he is looking forward to meeting shareholders, business partners, community members, and getting out in the country to enjoy our beautiful and bountiful land.



Thank you for your continuing support. I wish you all the best. Please keep in touch and if you have any comments or questions, please email me at bevans@snc.org. Keep up to date via our website, www.snc.org or like us on Facebook. Good luck to all those individuals running for the Board.

Quyanna and God bless,
Robert (Bobby) Evans

Where Sitnasuak shareholders live

[NUMBER OF SHAREHOLDERS BY STATE OR COUNTRY, UNLESS OTHERWISE INDICATED]

The majority of Sitnasuak shareholders live in Alaska. Many live throughout the Lower-48, Canada and Europe.



Elder of the Year:

PERRY MENDENHALL

“I hope I am able to contribute more to our shareholders. By remembering our past and working together, we can continue to build a strong future.”

Perry Mendenhall’s passion for the next generation is evident in his life-long dedication to education. Perry’s expertise about the land and his career in K-12 education have earned him great respect from not only the Nome community, but also from Sitnasuak. Sitnasuak Elders’ Committee has named Perry as Elder of the Year. Sitnasuak is ever grateful for his generous sharing of knowledge.

Perry was born in Nome in 1946 to Dolly N. Mendenhall of Deering, Alaska and Billy Sheldon of Noorvik, Alaska. He was raised by his mother, Dolly. Perry spent most of his summers out in the country with his grandmother, Grace Mendenhall, where he began to build

his ever growing relationship with the lands of the Seward Peninsula. He fondly remembers following the tracks of bears, hunting in the mountains and seining salmon.

After graduating from Glennallen High School in 1964, Perry went on to receive a degree in Bible Theology from Central Bible College in Missouri, a degree in K-12 Education from the University of Alaska Fairbanks (UAF), and a Masters of Administration Curriculum from the University of Oregon. Perry has taught in several small communities including Teller and Gambell, just to name a few. He also taught over 10 years as a UAF instructor of Teacher Education on a statewide basis in a distant degree program.

“Being a teacher has allowed me to watch, to be patient, and to help our people,” said Perry.

Perry founded the Kawerak Boarding Home Program. This program placed children from rural Alaska into Nome’s educational system, where each student had the opportunity to receive a quality education. The Kawerak Boarding Home Program led to the development of Nome Beltz High School. Perry



also played a role in the founding of Kawerak, Inc. alongside Jerome Trigg and Tim Towarak. Perry married Nancy Mendenhall in 1974. He and Nancy raised five children: Eli Mendenhall, Frank McFarland, Dan Thomas, Lesley Thomas and Robin Thomas. Perry and Nancy have 14 beautiful grandchildren and great-grandchildren.

Perry recognizes his Elders as being the foundation of his knowledge, which he aims to continue to share. “I hope I am able to contribute more to our shareholders. By remembering our past and working together, we can continue to build a strong future.” Together with fellow Sitnasuak shareholders, Perry’s goal is to protect our Sitnasuak lands and sustainable resources and keep our cultural traditions alive.

MICHAEL ORR APPOINTED SITNASUAK PRESIDENT

(CONTINUED FROM PAGE 1)

ten of those years as a commercial banker with Wells Fargo. While with Wells Fargo, one of my personal passions has been working with companies operating in the Bering Sea. As a result, I have developed a deep familiarity with the maritime industry, and a great

appreciation for what the Bering Sea provides to our people.

I feel that my background and experience make me uniquely qualified to help advance Nome’s candidacy as the Arctic Port for the United States. The development of this port will help

our community participate in the development of the Arctic resources in a meaningful and mutually beneficial way. I look forward to serving as your president, and getting to know as many of you as I can in the coming years.

Respectfully,
Michael Orr

Sitnasuak Annual Meeting information

What is the purpose of the Annual Meeting of Shareholders? The Annual Meeting of Shareholders is a great opportunity to hear reports from the Chairman, President, Treasurer, auditors, committees, and subsidiaries. The approval of the meeting minutes from the 2014 Annual Meeting of Shareholders will take place, which were included in your proxy packet mailed out by the Corporation in late April. Furthermore, four Directors for terms of three years each will be elected.

When and where will the meeting take place? The Annual Meeting of Shareholders will be held on Saturday, June 6, 2015, 10:00 a.m., at Nome Elementary School in Nome, Alaska.

Can I still vote without attending the meeting? Yes. Shareholders who cannot attend the meeting are requested to list their votes, sign, and date and return their proxy card in the prepaid envelope, which was enclosed in your proxy packet. Your proxy card must be received at the Election Judge deposit box located at the Sitnasuak Native Corporation office in Nome or by the Election Judge by 5:00 p.m. on Wednesday, June 3, 2015.

Can I vote the day of the meeting? Yes. Shareholders must register in person to vote the day of the meeting. Registration will be open at Nome Elementary School from 8:00 a.m. until 11:00 a.m. on June 6, 2015. You must register during the registration period and attend the meeting in order to cast your votes.

Is it possible to recast my votes in person at the meeting although I sent in my proxy card beforehand? Yes. You have the opportunity to revoke your proxy card at any time before the meeting and vote in person.

What happens to my shares of stock if I do not vote? If you do not specify your votes to director(s) nominees on the proxy, the Proxy Committee will divide your votes equally among the eight nominees for the Board of Directors. The Proxy Committee consists of Crystal Andersen-Booth, Louie Green, Jr., and Jason Evans.

Will the meeting be accessible online? Yes. Sitnasuak will be live streaming the meeting online. You will find the link to the live stream video by visiting our website, at www.snc.org, or by clicking the link on our Sitnasuak Native Corporation Facebook page.



SITNASUAK ANNUAL MEETING, MAY 31, 2014

Nanuaq Development project update: Rilke Schule



PROJECT SUMMARY

Rilke Schule German School of Arts & Sciences is a kindergarten through 8th grade German immersion charter school in the Anchorage School District. A new 39,500 sq. ft. building is being constructed to provide long term space for the school.

The site is located on East 64th Avenue, opposite of Burlwood Street in Anchorage. The building exterior will be clad with insulated metal building panels, providing the school with an efficient envelope that is also extremely durable in the Alaskan climate. The entry canopy is brightly colored to give the school a playful identity, while the transparent entry allows light to filter into the lobby creating a warm and welcoming feeling for the community. Each classroom and office space has access to natural light that contributes to the energy efficiency of the building, occupant health, and creates an environment where students can succeed. The school is scheduled to be completed in the fall of 2015.

PROJECT TEAM

Developer: Nanuaq Development: A Sitnasuak Native Corporation and Pfeffer Development joint venture.

Contractor: Criterion General

Architects: RIM Architects

DESIGN

Final permit drawings have been submitted to the Municipality of Anchorage (MOA). The design team continues to respond to MOA review comments.

We received review comments on the submitted Traffic Impact Analysis from both MOA and DOT. Resubmittal was required and was completed last week. The design team continues to review material submittals from Criterion General.

PERMITTING

We are using a phased permitting approach, which allows certain phases of construction to begin before full building permit is issued. We currently have a fill and grade as well as footing and

foundation permits. We expect to have the remaining permit issues addressed shortly and a full building permit will be issued. We have also completed our permit submittal, approval and pre-construction conference with AWWU on the water mainline extension to serve the property. As soon as Right-of-Way opens for the season the civil contractor will begin water line installation in the street.

CONSTRUCTION

The last month has seen great progress on the site. Foundation footings have been formed, poured and stripped. Fill has been brought in and compacted to bottom of slab in a majority of the building area. Underground electric continues to be installed in the remainder of the slab area along with reinforcing steel, with the next slab pour slated for the middle of next week.

The civil subcontractor continues to assist on site and has completed the water service on property including a new fire hydrant.

The steel building has shipped and is expected to arrive in Anchorage on schedule. Steel erection is on track to begin May 6.

OTHER ISSUES AND UPDATES

We conducted two site meetings and walkthrough with the Rilke Schule leadership in April, which we expect to continue on a bi-monthly basis throughout construction. Currently we are wrapping up cost proposals and budgets requested by Rilke Schule for enhancement options that we expect to present to Rilke.



Sitnasuak Board of Directors

CANDIDATES

The following shareholders are running for the Board of Directors.

Please see your proxy packet for each candidate's full bio.



MARK ALLRED



LAWRENCE BRUCE DAVIS

MARK ALLRED: Mr. Allred has served on the Board of Directors since 2013; his current term expires in 2015. Mr. Allred has served as chair of the Bylaws/Personnel Committee, Secretary/Treasurer of the Sitnasuak Foundation, President of Sitnasuak Properties and Sitnasuak Financial Services, Chair of Bonanza Fuel LLC, and a member of Sitnasuak Health Solutions. Mr. Allred is currently an ordained minister with the Evangelical Lutheran Church of America (ELCA) and is the Alaska Native Business Development Manager at the Alaska Native Tribal Health Consortium (ANTHC). Mr. Allred was previously employed as a banker with Wells Fargo in Nome and Bethel, Alaska and as the Denali Commission liaison to the ANCSA Regional Association.

LAWRENCE BRUCE DAVIS: Mr. Davis served on the Board of Directors from May 1988 to May 1991. Mr. Davis is a reindeer herder with a herd located near Nome, Alaska. Mr. Davis is currently employed as a transmission and distribution technician for BP Exploration at Prudhoe Bay, Alaska. He holds licenses as an electrician, lineman and an electrical administrator.

JANICE (SALESKY) DOHERTY: Mrs. Doherty previously served on the Board of Directors from 2009 to 2012. During her time on the board she served as Secretary, Treasurer and Assistant Secretary of the Board, a member of the Executive Committee, Chairperson of Finance Committee, President of Nanuaq, LLC, President of Bonanza Fuel, LLC, President of the Sitnasuak Foundation, and member of the Land Committee and SNCT Board. She has listed her business experience as owner and manager of Glacier Creek Investments, LLC, Hastings Creek Media Group, Janice Doherty Customer Service Consulting; production assistant for Original Productions, and a fixer for Brian Catalina Entertainment.

CHARLES (BUZZ) FAGERSTROM:

Mr. Fagerstrom is currently the Health Director for the Aleutian Pribilof Islands Association. He has over twenty years of executive leadership experience in health care and hospital administration. He is a member of the American College of Healthcare Executives.

NEAL FOSTER:

Mr. Foster has served on the Board of Directors from May 2003 to present; his current term expires in 2015. Mr. Foster serves as the Assistant Secretary for the Board of Directors as the Secretary/Treasurer of the Sitnasuak Properties (Nanuaq, LLC) Board, member of the Bylaws/Personnel Committee, Finance Committee, Bonanza Fuel, LLC Board, SNC Technical Services Board and Sitnasuak Health Solutions Board. Mr. Foster is currently the District 39 elected representative to the State of Alaska House of Representatives. Mr. Foster was employed as Vice President of Operations for the Corporation from December of 1999 until April 2009. Mr. Foster is the owner of Foster Properties, a residential leasing business. He serves on the Board



Welcome new shareholders

The following individuals recently received Sitnasuak shares through gifts or inheritance. Forms and information about gifting and inheritance are available on the website at <https://snc.org/who-we-are/shareholders> and <https://snc.org/forms>.

Questions? Contact Shareholder Relations in Nome (devans@snc.org) or Anchorage (rneagle@snc.org).

- | | | |
|---------------------|------------------|----------------------|
| Robert D. Bristow | Eddie T. Karmun | Allen N.A. Pearson |
| Bertie L. Gerdes | Beverly L. Krier | Stanley W. Pearson |
| Carrie E. Horlacher | Charles M. Lomen | Rose M. Tee |
| Bethany J. Horton | Larisa L. Lomen | Georgina G. Tocktoo |
| Justin K. Horton | Ann Matthews | Josephine J. Tocktoo |



JANICE (SALESKY)
DOHERTY



CHARLES (BUZZ)
FAGERSTROM



NEAL
FOSTER



ANDREW
MILLER, JR.



WENDELL (MIKE)
WASSMANN



JEANETTE (KOST)
YUMAN

of Bering Straits Native Corporation. He is a board member of SIU Alaska, a subsidiary of Norton Sound Economic Development Corporation (NSEDC), and a member of Pioneers of Alaska Igloo #1.

ANDREW MILLER, JR.: Mr. Miller has served on the Board of Directors since May of 2006; his current term expires in 2015. Mr. Miller serves on the Finance Committee, Land Committee, Elders Committee, Subsistence Committee, Sitnasuak Foundation, Sitnasuak Properties (Nanuaq, LLC) Board, Bonanza Fuel LLC, Banner Wind LLC, and as an alternate for Unaatuq, LLC. Mr. Miller is a board member of the Alaska Village Initiatives, a shareholder in Bering Straits Native Corporation, and a Nome Eskimo Community tribal member.

Mr. Miller was formerly employed by and is retired from the State of Alaska Department of Transportation, and lists seasonal employment with Q Trucking in Nome, Alaska.

WENDELL (MIKE) WASSMANN: Mr. Wassmann previously served on the Board of Directors from 1995 to 2004 and from 2005 to 2011. He served previously as Treasurer and 2nd Vice-Chair of the Board and as a member of SNC Technical Services, GBS, Bonanza Fuel, Nanuaq and Banner Wind. He lists his latest business experience as maintenance coordinator for Alyeska Pipeline Service Company until August 2011, and from August 2011 to present as a Facility Engineer for SRI Technologies, Inc.

JEANETTE (KOST) YUMAN: Mrs. Yuman served on the Board of Directors from May 2007 until May 2010. During her time on the Board Mrs. Yuman served as the Treasurer of the Corporation, as the Chair of the Finance Committee and as a member of the Executive, Land and Bylaws/Personnel Committees and as a member of the SNCT management team. Mrs. Yuman is a member of the Nome Eskimo Community. Mrs. Yuman has been employed as a clinical associate by Norton Sound Health Corporation since 2009, and has now moved on to the position of Patient Advocate. Mrs. Yuman is certified in the field of rural human services by the University of Alaska Fairbanks; additionally this spring she will attain an Associates degree in Human Services.

Business news: REAL ESTATE

On May 1st Sitnasuak Native Corporation closed on the “Real Estate Center,” a two story office building located in Wasilla, Alaska. The building is located just north of Target on the Palmer-Wasilla Highway adjacent to Lake Wasilla. The Real Estate Center is considered a class “A” office building and is nearly 20,000 square feet. It is a relatively new structure, which was built in 2005 and houses our subsidiary, Mat-Su Title Company.

Not only does Sitnasuak earn a good return on this investment, we now become our own landlords, keeping all rent proceeds within the organization.

You may recall that Sitnasuak sold two residential properties in Nome last December. The proceeds for this sale have been held in escrow ever since and were released May 1st (along with additional cash) to purchase the Real Estate Center in Wasilla. This investment has allowed Sitnasuak to defer significant taxes



REAL ESTATE CENTER, WASILLA, ALASKA

on the sale of the properties in Nome. When compared to the properties sold in Nome, this new investment:

- is larger (more income for Sitnasuak)
- lowers our tax expense (more depreciation)
- lowers our annual maintenance cost (Wasilla property is 20+ years newer)
- has fewer tenants (commercial vs. residential) that generally stay longer

We are very pleased with our new investment, which is owned by the same company that sold the properties in Nome, Nanuaq, LLC.



P.O. Box 905
Nome, Alaska 99762

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Sitnasuak Venture • May 2015

Missing shareholders

Helen Adams
Samuel Ahwinona Jr.
Helen Ahwinona
Reuben Attatayuk
Charlie Barger, Jr.
Ellen Barger-Knox
Thomas Bell
Kia M. Benson
Mary Buck
Jennifer L. Cauble
Eric M. Coleman
Amanda Dorn
Alie D. Douglas
Frederick E. Ernak, II
Ernest Escholt
Daniel W. Gault
Sterling L. Gustafson
Sherri F. Harris
James A. Hunter
Gordon S. Iya
Hazel N. Jack
Sheri L. Jones
Romald K. Katexac
Courtney D. Kayouktuk
MJ Kayouktuk
Savanna B. Kayouktuk
Patricia Koopmans
Allen Kost, Jr.
Cheri Kremper

Dannita Malewotkuk
Nellie L. Mayer
Sophie R. Milligrock
D'Lany B. Nichols
Betty F. Nicholson
Theresa M. Okpealuk
Jennifer E. Olson
Richard R. Omelak
Louie A. J. Ozenna
Isaac B. Piscoya
Nathaniel A. Piscoya
Donald Pleasant
Michelle J. Rylander
Alonzo Scott
Robert Sebring-Strout
Ivan Silook

Jacqueline Silook
David Vernon Slwooko
Anthony Soolook
Emily Selma Sutton
Rachel J. Ungarook
Gretchen H. Utnage
Katheryn L. Venuto
Avelin Waghyyi
Danielle Waghyyi
William L. Walluk
Henry C. Wheeler
Lars P. Willoya, Jr.
Steffannita Willoya
Frank B. Wittie
Jamie W. Wittie
James K. Zindell

If you know the whereabouts of a missing shareholder please contact Sitnasuak's Shareholder Liaison with updated information.

Sitnasuak Native Corporation
Shareholder Liaison
P.O. Box 905, Nome, AK 99762
Direct line: (907) 387-1226
Fax: (907) 443-3063
Toll free: (877) 443-2632
Telephone: (907) 387-1200

In memoriam

Our sincere condolences to the family and friends of the recently deceased.

Aarnout M. Berry
Harriet Davis
Luke Kulukhon
Mary A. Rodrigue
Dina J. Sagoonick
Myron Wheeler

PLEASE SEND OBITUARY INFORMATION TO REBECCA NEAGLE AT RNEAGLE@SNC.ORG OR DAVE EVANS AT DEVANS@SNC.ORG

PHOTO BY PEGGY FAGERSTROM

