



To: Corri Feige, Chair
Resource Management Committee
Through: Jusdi Warner, Executive Director
From: Cole Hendrickson, Minerals & Energy Resource Manager
Date: 10/14/2026
Re: Livengood Gold Project – MHT 9400248
Fiscal Year: 2027-2032

Consultation

Proposed RMC Motion:

“The Resource Management Committee recommends that the Alaska Mental Health Trust Authority board of trustees concur with the conditional disposal of approximately 134 unpatented federal mining claims, approximately 3,680 acres, more or less, within MH Parcel F70536 and amend the Upland Mineral Lease, serialized as MHT 9200248.”

Background:

Revenue Projections:	Principal Income	(up to) 2.5% - 5% Net Smelter Return Production Royalty (up to) \$176,500 annually
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Transaction/Resource: The proposed action is to conditionally predispose of approximately 3,146 acres, more or less, of potential Trust land in order to complete a conversion of federal placer mining claims to be incorporated into the existing upland mineral lease, serialized as MHT 9400248, held by Tower Hill Mines (THM). The Best Interest Decision process would be completed in advance of federal claim relinquishment by THM in order to ensure a seamless conversion of land ownership and authorization.

In addition to federal placer mining claims leased and managed by THM, approximately 3,146 acres, more or less, THM has business agreements or leases from other entities for 26 federal placer and lode mining claims, approximately 534 acres, that could potentially be relinquished and also become available to be added to the Upland Mining Lease serialized as MHT 9400248. These may undergo the same relinquishment and conversion process with THM’s 108 placer claims, either simultaneously or at some point in the future.

Should the applicable lands affected by this decision not successfully be converted to Trust ownership as the lands undergo the transfer from Federal ownership to Trust ownership, the conditional aspect of this disposal, the applicable Trust decision and expansion of lease would be null and void.

Property Description/Acreage/MH Parcel(s): Livengood/MH Parcel F70536/~3,680 acres, more or less

General Background: THM has approached the Trust Land Office with the terms of a conditional proposal for a consolidated land ownership package within the Livengood Gold Project as the company progresses mineral exploration in an effort to simplify permitting and regulatory requirements. THM proposes to relinquish a pool of federal placer mining claims, where the Trust has the underlying selection as a part of its land grant. These lands would then begin a public process of converting from Federal ownership to State of Alaska, and subsequently on to the Trust as the underlying selection holder.

As a part of the land package that THM operates under, it leases or has agreements to 26 additional federal lode and placer mining claims. These mining claims may potentially be relinquished, in whole or in part, and undergo the conversion process in addition to the THM controlled federal placer mining claims, either simultaneously or at a later date.

A lease revision would be executed upon a successful outcome of the Trust's decision process to incorporate the conditional terms and language necessary to complete and account for the conversion, modernize lease language to clarify terms with modern practices, and incorporate all amendments into a single lease document.

Anticipated Revenues/Benefits: Should any land meet all conditions for conversion/addition to the lease, the Trust stands to see an increased collection of Advance Production Royalty Payments, the primary revenue source when the project is not in the commercial production phase, via an increase in overall acreage. In addition, all new lands subject to the lease will carry variable production royalty rates should the project achieve commercial production.

The new land affected by this decision, outside of the currently marked resource deposit will carry a 5% net smelter return production royalty requirement. The new land affected by this decision, within the currently marked resource deposit will carry a cumulative 2.5% net smelter return production royalty requirement.

Should the conditional conversion of federal land not result in Trust ownership, existing revenue terms within the upland mineral lease would continue to govern the project.

Anticipated Risks/Concerns: The addition of this acreage to the existing lease poses no more additional risk than already established by the lease agreement. All anticipated risks are mitigated by the standard lease terms and conditions, including but not limited to insurance, bonding, and reporting requirements, which have all been followed adequately by Tower Hill Mines, Inc. throughout their tenancy of Trust land.

Project Costs: No significant costs are anticipated other than periodic site visits and reclamation approval inspections.

Other Considerations: There are two separate public processes that must successfully be completed prior to the applicable lands being considered Trust land and incorporated into the upland mineral lease. In order for THM to understand if their relinquishment of federal mining claims will result in a successful conversion or not, the TLO will complete the Trust's process preemptively. This common practice is similar to how the conversion process would work if done through the State of Alaska's mining claim system. While the difference being the Trust does not operate on a claim-based system, the purpose remains the same as a miner works with both landowners, current and owner-to-be, to convert their authorizations while it navigates a public title process, typically to consolidate land ownership across projects.

The TLO has preliminarily worked with several offices of the Department of Natural Resources and THM as collaborative working sessions to help align all processes, ensure timelines and requirements are understood.

Due Diligence: TLO staff have conducted reviews of pertinent land records and compliance history of the company with the TLO. TLO staff have been on site as recently as the 2026 summer field season to see core drilling that has taken place in addition to inventorying the proposed lands for conversion to Trust ownership. TLO has worked several times with a contractor during negotiations to assist in knowledge gaps, in addition to the Department of Law on key aspects.

Alternatives: The primary alternative is to deny THM proposed amendments and not conditionally offer the method of converting their federal holdings to Trust ownership. This alternative is not favorable to the Trust as THM would proceed with exploration and development with the lands in federal ownership, negating the additional revenue negotiated into this transaction.

Consistency with the Resource Management Strategy: The proposal is consistent with the "Resource Management Strategy for Trust Land" (RMS), which was adopted October 2021 in consultation with the Trust and provides the TLO to maximize return at prudent levels of risk, prevent liabilities, and cover non-performing assets into performing assets.

Trust Land Office Recommendation: Execute conditional decision documents and amend the existing Upland Mineral Lease, serialized as MHT 9400248, with THM to receive incoming land conversions within the lease boundary and ensure said lands enter into favorable lease conditions for the Trust.

Applicable Authority: Alaska Statute 37.14.009(a), 38.05.801 and 11 AAC 99 (key statutes and regulations applicable to Trust land management and disposal).

Trust Authority Consultation: This briefing document fulfills the consultation requirements that are applicable to the transaction. In the event that significant changes to the transaction are made necessary by the public notice process, the Trust Authority will be consulted regarding the changes.

Exhibit(s):

Exhibit A – Area Map

Exhibit B – List of Federal Mining Claims

Exhibit A Area Map

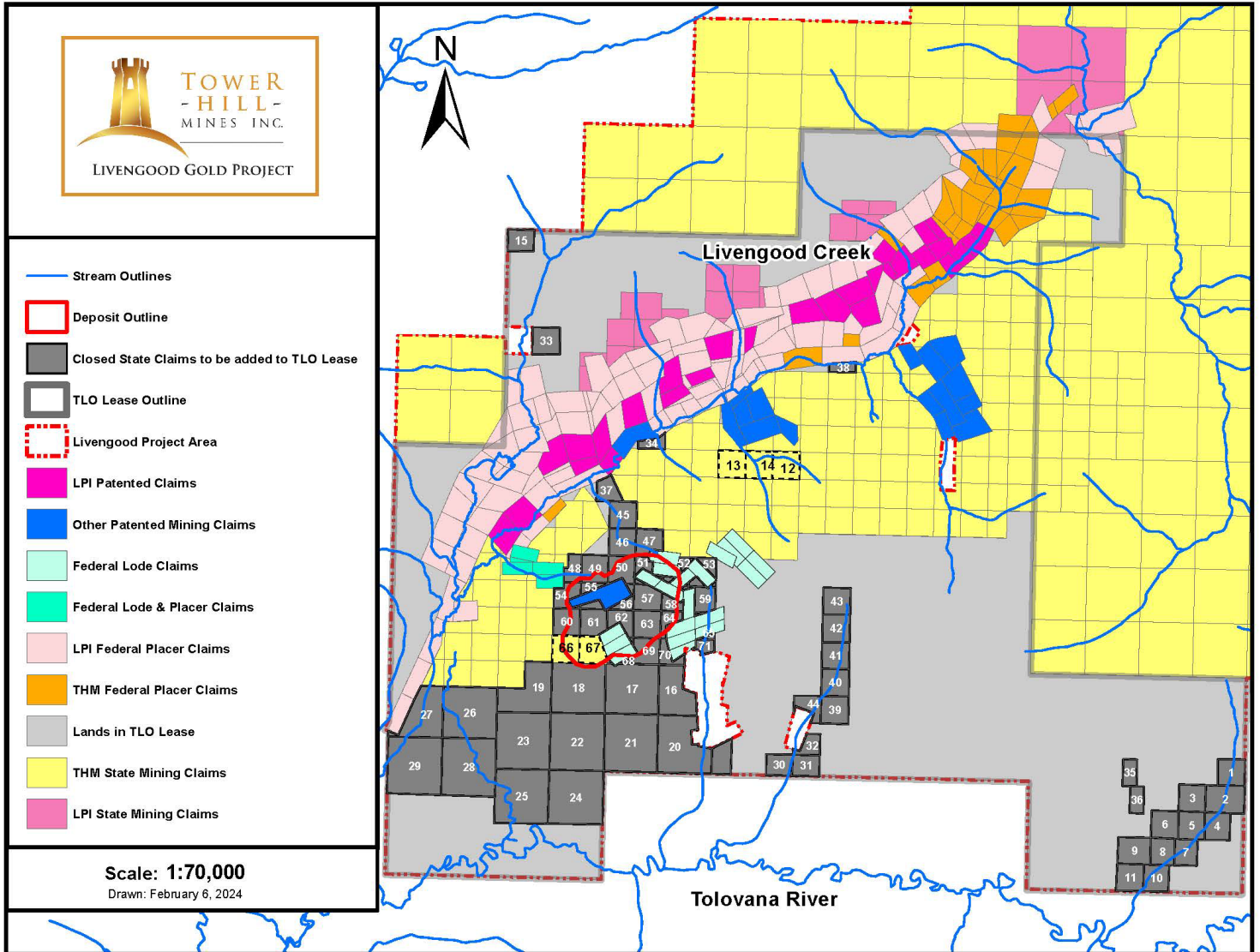


Exhibit B
Federal Mining Claims

LPI Federal Placer Claims within Valley

No.	Claim Name	Date Posted	Type	Fairbanks Meridian			BLM F#
				Section	Township	Range	
1	#5 Above Discovery	08/08/1914	Placer	11	8N	5W	61249
2	Star Fraction	09/02/1937	Placer	11	8N	5W	61250
3	#3 Above Discovery	09/05/1914	Placer	11	8N	5W	61256
4	#4 Above Discovery	09/05/1914	Placer	11	8N	5W	61257
5	Dickey-Fraction	07/29/1945	Placer	11	8N	5W	61258
6	#4-a Above Discovery	10/03/1914	Placer	11	8N	5W	61259
7	#5 Above Discovery Bench	09/14/1914	Placer	11	8N	5W	61260
8	#5 Bench Fraction, 1 st Tier	04/26/1919	Placer	11	8N	5W	61261
9	Leitrim a/k/a Letruim, Letrium, Letram Association	02/01/1915	Placer	11	8N	5W	61262
10	#7 Bench Right Limit 1 st Tier Above Discovery	12/27/1914	Placer	12	8N	5W	61263
11	#7 Above Discovery	09/12/1914	Placer	12	8N	5W	61264
12	Rosalind Fraction	08/22/1922	Placer	12	8N	5W	61265
13	#8 Above Discovery	10/02/1914	Placer	12	8N	5W	61266
14	Chatham Bench Association	10/25/1914	Placer	1	8N	5W	61267
				12	8N	5W	
15	Gold Dollar Association Claim	02/06/1915	Placer	1	8N	5W	61268
16	Basin Association Claim	10/03/1914	Placer	6	8N	4W	61269
				7	8N	4W	
				1	8N	5W	
				12	8N	5W	
17	Dorothy Association Bench Claim	01/05/1915	Placer	6	8N	4W	61270
				1	8N	5W	
18	Riffle Association Claim	09/26/1914	Placer	6	8N	4W	61271

No.	Claim Name	Date Posted	Type	Fairbanks Meridian			BLM F#
				Section	Township	Range	
				7	8N	4W	
19	Montana Association	07/01/1929	Placer	6	8N	4W	61272
20	High Grade Fraction	06/18/1916	Placer	11	8N	5W	61273
				12	8N	5W	
21	Triangle Fraction	11/20/1914	Placer	11	8N	5W	61274
				12	8N	5W	
22	#6 Above Discovery	09/09/1914	Placer	12	8N	5W	61275
23	O.K. Fraction	02/12/1915	Placer	12	8N	5W	61276
24	#1 Frank (Franklin) Gulch	10/03/1914	Placer	12	8N	5W	61277
25	#2 Franklin Gulch	11/18/1914	Placer	1	8N	5W	61278
26	Cloud Association	10/06/1933	Placer	28	9N	4W	61292
				33	9N	4W	
27	Ruby Bench	04/29/1926	Placer	32	9N	4W	61293
				33	9N	4W	
28	Pete	02/06/1941	Placer	28	8N	5W	61322
				29	8N	5W	
29	Mike	02/03/1941	Placer	21	8N	5W	61323
				28	8N	5W	
30	Ike	01/31/1941	Placer	21	8N	5W	61324
				28	8N	5W	
31	Carolyn	01/31/1941	Placer	21	8N	5W	61325
32	Sunshine Fraction	01/26/1937	Placer	21	8N	5W	61326
33	Frio	11/10/1940	Placer	16	8N	5W	61327
				21	8N	5W	
34	Ring	11/20/1940	Placer	16	8N	5W	61328
				21	8N	5W	
35	Pilot	11/20/1940	Placer	16	8N	5W	61329
36	Dan	11/10/1940	Placer	16	8N	5W	61330
37	Nyuk	11/20/1940	Placer	16	8N	5W	61331
38	Sweede Association	03/19/1939	Placer	16	8N	5W	61332
39	Eureka Bench Claim	11/08/1914	Placer	15	8N	5W	61333
40	Bessie Bench	07/01/1939	Placer	15	8N	5W	61334
41	Jeanne	11/10/1940	Placer	15	8N	5W	61335
				16	8N	5W	
42	Hawk	11/20/1940	Placer	16	8N	5W	61336
43	Gypsy	11/20/1940	Placer	9	8N	5W	61337
				10	8N	5W	
				15	8N	5W	
				16	8N	5W	

No.	Claim Name	Date Posted	Type	Fairbanks Meridian			BLM F#
				Section	Township	Range	
44	Reef Association	03/19/1939	Placer	15	8N	5W	61338
				16	8N	5W	
45	California Fraction	10/25/1914	Placer	15	8N	5W	61339
46	No. 1 Below Discovery	09/12/1914	Placer	15	8N	5W	61340
47	Horse	11/20/1940	Placer	9	8N	5W	61341
				10	8N	5W	
48	Close	11/20/1940	Placer	9	8N	5W	61342
				10	8N	5W	
				15	8N	5W	
49	No. 2 Below Myrtle Creek	07/02/1931	Placer	10	8N	5W	61343
				15	8N	5W	
50	No. 1 Bench Right Limit	10/03/1914	Placer	15	8N	5W	61344
51	No. 1 Bench Fraction	10/03/1914	Placer	15	8N	5W	61345
52	Discovery Livengood Cr. Association	07/29/1914	Placer	15	8N	5W	61346
53	Placer Mining Claim No. 1 Below Discovery	01/03/1915	Placer	10	8N	5W	61347
54	Destiny	10/30/1940	Placer	10	8N	5W	61348
55	Jackpot	10/30/1940	Placer	10	8N	5W	61349
56	Nancy	10/30/1940	Placer	10	8N	5W	61350
57	Paystreak Bench Claim	12/05/1914	Placer	10	8N	5W	61351
58	Eureka Bench Claim on Left Limit	12/15/1914	Placer	10	8N	5W	61352
59	Deep Channel Fraction	06/24/1916	Placer	10	8N	5W	61353
60	Colorado Association	12/25/1914	Placer	10	8N	5W	61354
61	George Association, 2 nd Tier	10/17/1917	Placer	10	8N	5W	61355
62	Gan Fraction, 2 nd Tier Right Limit	04/21/1915	Placer	10	8N	5W	61356
63	Colorado Fraction, 3 rd Tier Right Limit	04/21/1915	Placer	10	8N	5W	61357
64	Sacramento Bench	06/04/1926	Placer	10	8N	5W	61358
65	Three Star Association	10/29/1914	Placer	10	8N	5W	61359
66	Toni Placer Mining Claim	10/23/1915	Placer	10	8N	5W	61360

No.	Claim Name	Date Posted	Type	Fairbanks Meridian			BLM F#
				Section	Township	Range	
				11	8N	5W	
67	Little Butch	10/30/1940	Placer	10	8N	5W	61361
68	Horseshoe Claim	10/30/1914	Placer	10	8N	5W	61362
				11	8N	5W	
69	Carryall	07/01/1940	Placer	10	8N	5W	61363
				11	8N	5W	
70	Fish Association	01/07/1915	Placer	10	8N	5W	61364
				11	8N	5W	
71	Homesite Bench	08/22/1939	Placer	2	8N	5W	61365
				11	8N	5W	
72	Virginia Association	11/02/1914	Placer	2	8N	5W	61366
				11	8N	5W	
73	Eagle Bench Association	11/15/1930	Placer	11	8N	5W	61367
74	Birch Fraction	05/17/1915	Placer	11	8N	5W	61368
75	Brendan or Brandon Bench	10/27/1922	Placer	2	8N	5W	61369
				11	8N	5W	
76	Xmas	12/02/1940	Placer	2	8N	5W	61370
77	Blanche	12/02/1940	Placer	2	8N	5W	61371
78	Audrey Fraction	09/12/1938	Placer	1	8N	5W	61372
				2	8N	5W	
79	Gold Dollar Fraction	11/09/1940	Placer	1	8N	5W	61373
80	Livengood Bench Right Limit	05/16/1939	Placer	1	8N	5W	61374
81	Snow	12/02/1940	Placer	1	8N	5W	61375
82	Ice	12/02/1940	Placer	1	8N	5W	61376
83	Harding (Pearson)	07/11/1921	Placer	1	8N	5W	61377
84	Mayflower Claim	05/01/1919	Placer	1	8N	5W	61378
85	Golden Gusher Bench Claim	01/10/1915	Placer	1	8N	5W	61379
86	Bonanza Bench	07/25/1928	Placer	6	8N	4W	61380
87	North Star Association	09/01/1924	Placer	1	8N	5W	61381
88	Black Bear Association	09/01/1924	Placer	6	8N	4W	61382
				1	8N	5W	
89	Tom Cat Bench	08/31/1924	Placer	6	8N	4W	61383
90	Flat Association	02/16/1915	Placer	6	8N	4W	61385
91	Magnus Opus	09/28/1929	Placer	6	8N	4W	61386

No.	Claim Name	Date Posted	Type	Fairbanks Meridian			BLM F#
				Section	Township	Range	
92	Banner Bench Claim	07/01/1924	Placer	6	8N	4W	61387
93	Jewel Bench	10/26/1914	Placer	6	8N	4W	61388
94	Wild Cat Bench	08/31/1924	Placer	6	8N	4W	61389
				31	9N	4W	
95	Hum Dinger	07/01/1921	Placer	31	9N	4W	61391
96	Red Claim	04/06/1915	Placer	6	8N	4W	61392
				31	9N	4W	
				32	9N	4W	
97	Jerry Association	02/05/1939	Placer	31	9N	4W	61393
				32	9N	4W	
98	Alaska	07/01/1937	Placer	32	9N	4W	61394
99	California Association Claim	05/10/1915	Placer	32	9N	4W	61395
100	Gol Run Bench, 2 nd Tier	06/02/1933	Placer	32	9N	4W	61396
101	Spring Association	04/17/1915	Placer	29	9N	4W	61399
				32	9N	4W	
102	Wedge Claim	09/17/1939	Placer	28	9N	4W	61406
103	Bulldozer	09/22/1938	Placer	28	9N	4W	61407
				33	9N	4W	
104	Eve	09/22/1938	Placer	28	9N	4W	61408
				33	9N	4W	
105	Resavoir Association	09/02/1937	Placer	28	9N	4W	61409
106	Alabam on the Divide	01/01/1922	Placer	28	9N	4W	61420
107	Dome a/k/a Dome Association	10/19/1979	Placer	29	9N	4W	63462
				32	9N	4W	
108	Marjorie Bench	10/19/1979	Placer	1	8N	5W	63466
				2	8N	5W	

Federal Placer & Lode Claims with Potential to be Conveyed

No.	Claim Name	Date Posted	Type	Section	Township	Range	BLM F#
1	Lillian No. 1	09/30/1968	Lode	22	8N	5W	37580
2	Satellite	09/30/1968	Lode	22	8N	5W	37581
3	Nickel Bench R.L.	06/30/1973	Placer	15	8N	5W	37582
				22	8N	5W	
4	The Nickel	08/12/1965	Placer	22	8N	5W	37583
5	Overlooked	09/06/1975	Placer	22	8N	5W	37584

No.	Claim Name	Date Posted	Type	Section	Township	Range	BLM F#
6	The Lad	08/12/1965	Placer	22	8N	5W	37585

Additional Federal Lode Claims with Potential to be Conveyed

<u>Claim Name</u>	<u>Federal Serial Number</u>
Sharon	FF055452
Dorothea	FF055453
Lenora	FF055454
Foster	FF055455
Vance	FF055456
Twerpit	FF055457
Saunders	FF055458
Nickie	FF055459
Patrick	FF055460
White Rock	FF055461
Sunshine #1	FF055462
Sunshine #2	FF055463
Old Smoky	FF055464
Wittrock	FF055465
Black Rock	FF055466
Trapline	FF055467
Patricia	FF055468
Anne	FF055469
Eileen	FF055470
Bridget	FF055471