



Important information to all licensees

Date:02-04-2020

Dear Licensee,

The Government of Greenland understands the challenging times caused by the spread of COVID-19 that affect all exploration and mining companies in Greenland. The Government of Greenland has therefore decided to implement the following:

P.O Box 930
3900 Nuuk
Tlf. (+299) 34 68 00
E-mail: mlsa@nanoq.gl
www.govmin.gl

Temporary adjustment to the exploration obligations for 2020

The Government of Greenland has approved a temporary adjustment of the minimum exploration obligations for the calendar year 2020, for all mineral exploration licences in Greenland.

The minimum exploration obligations are calculated based on Section 6 in the "Standard Terms for Exploration Licences for Minerals (excluding Hydrocarbons) in Greenland, Government of Greenland, Mineral Licence and Safety Authority (2013)".

The exploration obligations shall for the calendar year 2020, be the following:

<i>"Amount per calendar year (2020)</i>	<i>DKK</i>	<i>0</i>
<i>Amount per Sq. Km. per calendar year (2020)</i>	<i>DKK</i>	<i>0"</i>

Should a licensee have any expense during the calendar year 2020, which qualifies as an expense that can included in the exploration obligations, cf. section 6 (605-606 in the Standard Terms), the following will apply:

*"Any expense held during the calendar year 2020, can either be forwarded for three calendar years, or,
If the licensee have obtained a deficit in exploration obligations from previous years, the expenses held during 2020 will be deducted from the deficit."*

This amendment shall not affect any terms which the licence is subject to, under the Mineral Resources Act, the Standard Terms or the licence agreement, and any amendments hereto.

Information about future plans

The Government of Greenland is also looking into two other mitigating initiatives. One is to postpone the payment of administrative case handling for exploration and exploitation licences until 2021. The other initiative is to reimburse part or full amount of funds held in escrow for clean-up and environmental monitoring back to the licensee for a limited time period. None of these initiatives have been approved yet but the Government will consider these by 19 April 2020.

In order to base this decision on as much information as possible, MLSA would like to request all licensees to respond with your plans for the short and medio-term.

Please contact us in case of any questions.

Inussiarnersumik inuulluaqqusillunga
Kind regards

Mineral Licence and Safety Authority