



May 11, 2015

Dear Shareholder,

After much debate, the Yak-tat Kwaan Board of Directors authorized a distribution of 10% of the \$215,118 in ANCSA 7(i) revenue sharing money the company received this spring. That will amount to \$0.62 per share, to be distributed on July 9, 2015 (same day as the Annual Shareholder Meeting).

Clearly, this distribution is not at the level that we are striving to achieve. Ideally, we would be distributing the majority of our 7(i) income. Our 51% owned technology company, TecPort, has been providing the lion's share of our revenue for the last couple of years. Unfortunately, that company is facing new challenges in the government contracting sector which has required us to reforecast our 2015 earnings downward. However, we are still projecting overall profitability with the help of 7(i) revenue sharing.

Over the next few weeks you should be receiving more detailed information Yak-tat Kwaan's activity, but right now I can assure you that your Board of Directors and Management are working very hard to develop profitable operating companies that can bring meaningful benefits to shareholders and contribute positively to the community of Yakutat. We are gaining momentum with Kwaan Energy, we are hopeful about the new acquisition of Situk Leasing, and we are making slow but steady progress with our mariculture and real estate holdings.

We do, however, need to continue doing a better job of engaging shareholders, developing the capacity of our people and staking out our place as an economic leader in our precious community. On behalf of the Board of Directors, I appreciate your patience, support and shared commitment to Yakutat.

Humbly Yours,

/s/
Joe Nelson
Chairman