

If you have any questions about the procedures for making the gift, or eligibility requirements, or about someone's relationship to you, or how many shares you own, contact the Shareholder Relations Department before completing these forms. We will be happy to answer any of your questions.

Shareholder Relations Department if you have further questions.

### **Revocation**

Once the gift is completed and your shares have been transferred on BSNC's books to the recipient, you may not revoke your gift. The recipient of your shares will not be able to give them back to you. (See Transfer of Stock Rights.) (Note: After you receive written confirmation that we have received your Declaration and Affidavit, you will have sixty (60) days to change your mind. See Procedure for Making Gift, paragraphs 3 and 4.

### **Taxes**

Making a gift of stock may have tax consequences for both you and the recipient. We cannot advise you on the possible tax consequences but urge you to consult a tax advisor or accountant before making or accepting a gift. BSNC will not be responsible for any taxes resulting from the transfer of your shares.

### **Receiving Something in Return**

You may not receive anything of value from the recipient or anyone else in return for making a gift of your shares. You may not receive money, property, services, licenses or anything else of value for your shares. No one may have promised you anything of value for making a gift of your shares

### **Person Receiving Gift Must Survive**

The person receiving your gift of stock must survive until the paperwork is completed on the transfer to be eligible to receive the stock. If the person dies before the paperwork is complete, the gift is revoked and the stock remains with you.

### **Inheritance**

Shares which you give away during your life as gifts will not be transferred to your heirs at the time of your death. Of course, any shares you still own at the time of your death, however, will be transferred to your heirs. While you may only give stock during your life to certain limited individuals (see Who Can Receive Stock), you may bequeath stock which you own at the time of your death to any person, regardless of relationship to you or percent of Native blood.

The forms you need to start the process of making a gift of shares are enclosed with this letter. Read these forms carefully as you fill them out and before you sign them.

are, we will send you written confirmation that we have received them and will be processing your request to transfer your shares. We may request additional information to determine that the transfer qualifies under the law.

3. You will have sixty (60) days from the date of the confirmation letter to notify us that you have changed your mind and do not want to make the gift set out in the Declaration and Affidavit. You may notify us in writing or by phone, but if you call, we will request a written statement that you don't want to make the gift.
4. If after sixty (60) days you haven't told us you changed your mind, we will mail the recipient (or the custodian, if the recipient is a minor), an Acceptance of Gift of Stock. If the recipient is a minor, we will also mail the custodian a Consent to Appointment as Custodian.
5. When we receive all documentation back, completed, and signed and notarized, and determine all of it to be in order, we will transfer the shares on the books of BSNC in accordance with your gift.
6. The person you give the stock to must survive until we have completed the paperwork through step number 5 above. If that person dies before then, the gift transfer will not be made to him or her (or his or her estate).
7. Once we have transferred your shares on the books we maintain for BSNC in accordance with your gift, we will send you a notice which will state the number of shares transferred in the name and address of the recipient, the date of the transfer, the name and address of the custodian (if any),. And the number of shares remaining in your name. If the notice is not consistent with your understanding of the gift you made, you must contact the Shareholder Relations Department immediately.

### **Number of Shares**

You may make a gift of any number of shares which you own, but you may not make a gift of any fractional share. (For example, you may not give 10.33 shares.)

### **Number of Recipients**

You may make separate gifts of shares to any number of recipients so long as each recipient is eligible and each gift qualifies. You must complete separate documentation for each gift and you may not make gifts to more than one relative jointly. For example, you may make two separate gifts of 10 shares each to two grandchildren but you may not make a gift of 20 shares to two grandchildren jointly. Call or write the

## Shareholder Instructions for Gift of Stock

Dear Shareholder;

Recently, you expressed interest in making a gift of some of your stock in Bering Straits Native Corporation (“BSNC”). The purpose of this letter is to explain the conditions and procedures for making a stock gift, and to describe some of the consequences. Please read this letter carefully before signing any documents.

### Who Can Receive Stock?

Under the 1991 Amendments to the ANCSA (43 U.S.C. 1601 et seq.), you may only give stock to a person who is your child, grandchild, great-grandchild, niece, nephew, brother or sister and who also is a Native or descendent of a Native.

H.R. 3157 “The Alaska Land Status Technical Corrections Act of 1992”, allows for gift of stock to siblings.

The law defines a Native as a person who is at least one-fourth degree Alaska Indian, Eskimo or Aleut blood, or combination; a descendant of a Native is a lineal descendant (child, grandchild, great-grandchild, etc.) of a Native or an adoptee of a Native or descendant of a Native who is adopted before the age of 18.

### Transfer of Stock Rights

Once your gift is completed on the corporate books, the recipient of your shares will own and have all the stock rights for those shares, including the right to vote the shares at the shareholder meetings, to receive dividends and distributions on the shares, to bequeath the shares upon death, or to give the shares to a relative. Once the gift is completed, you will have no rights with respect to the shares you give away.

### Procedures for Making Gift.

1. To make a gift of BSNC stock, you must first complete and sign the *Declaration of Gift of Stock* and the *Shareholder’s Affidavit for Gift of Stock*, including the shareholder’s *Family Information Form (Gift)*. These forms must be notarized. Read these documents carefully before signing. Once completed, signed and notarized, mail or deliver these forms to Bering Straits Native Corporation, Shareholder Relations Department, P.O. Box 1008, Nome, Alaska 99762.
2. When we receive these forms, we will review them to make sure they are in order. If they are not, we will return them with further instructions. If they