



Quarterly Newsletter ■ Fall 2018

From the CEO...

At the May 5th annual meeting of shareholders, management reported upon the planned exploration activities of Chuchuna Minerals Company for 2018. As many are now aware, no exploration activity took place and the projected jobs for shareholders did not materialize. The primary reason for not conducting any exploration operations was due to the lack of financial resources. As has been reported previously, Chuchuna's exploration permit, which is issued by the Alaska Department of Natural Resources, was appealed by various groups and, while operating permits are pending appeal, it is difficult to raise financing. We remain hopeful the appeal issues will be resolved and exploration operations can resume in 2019. Despite the lack of funding for exploration, Quaterra Resources, Inc. did provide the 2018 funding for the Chuchuna Scholarship Fund so scholarships for shareholders and shareholder descendants can continue.

In other areas of interest, Kijik Technical Services, LLC (KTS), which was established in January 2016, has been able to generate some new business activity working with other village corporations around the state. KTS provides technical services to other village corporations, particularly in the area of business development, and our hope is to eventually seek 8(a) certification of KTS from the Small Business Administration once sufficient business history has been achieved.

In the next 2 months, Kijik management will be working on new business development strategies for presentation, in early December, to the Kijik Board of Directors. This is the normal planning and budgeting cycle for Kijik, however, this year the projected revenue for the upcoming fiscal year (2019) is expected to reach a level that will fully support Kijik and subsidiary operations without the usual dependence on 7(j)

income. Like many village corporations, Kijik has historically been dependent on 7(j) revenues to support operations. Breaking the dependence on 7(j) income is an important milestone for Kijik and we are optimistic that this favorable level of financial performance can continue into the future.

We know that many shareholders will be in Anchorage to attend the annual convention of the Alaska Federation of Natives later this month. We are looking forward to seeing you there and having the opportunity to visit. Just so you are aware, the Kijik delegates to this year's convention are Betty Chilcott and Marilyn Balluta so don't hesitate to stop and say "hello."

Thanks,
Ventura Samaniego
President & CEO

KIJIK BOARD OF DIRECTORS

CHAIRPERSON: BETTY CHILCOTT

VICE-CHAIR: ELEANOR JOHNSON

SECRETARY: MARILYN BALLUTA

TREASURER: EMMA HILL

DIRECTORS:

STEVE HOBSON III

RICKY DELKITTIE SR.

HARRY KARSHEKOFF

JUNE TRACEY

DARLENE NOLAN

STAFF:

VENTURA SAMANIEGO – CEO

APRIL RICKTEROFF – ADMIN ASSIST

INSIDE THIS ISSUE

From the CEO...

From the Chair... / IDS - Update

KAS & KTS – Update / Scholarship

News

From the Chair...

Dear Shareholders,

It's been awhile I know, I have had a year and a half—nine months of fighting and heartache with my husband Dudley's cancer that was quite rare and complicated; it was eight months of pure struggle and maybe a month of reprieve which was wonderful despite of all of the difficulties. Now it's been nine months since Dudley succumbed to the cancer. We should make the most of our lives whatever that may be and remember to take the time for those you love and care about, as my husband heard from a dear old friend of ours "make memories" so he took on that saying, because we just never know what is to be. I am sorry to go on but I feel I owe you and myself that little bit of explanation. Take care of yourself and those you love.

Well, this summer and now fall is zooming by! I hope that we all had a chance to put up fish, pick some berries, catch a moose, enjoy some boat rides and soon it's 'nudelvi' time. It is also coming up on the fall meeting and conference times—BBNC annual meeting followed by the AFN Convention and several other conferences before the holidays. Let's be proactive and keep up on the important things going on. Times are a-changing for sure.

Our corporation is moving along. We move forward with some setbacks but it's to be expected. Chuchuna Minerals, our partnership with Alaska Earth Sciences, did not go quite as planned this past summer season but we continue to be optimistic and AES continues to employ our shareholders elsewhere in Alaska.

International Data Systems, LLC "IDS" is also coming along. We have several more contracts in the works, most notably one with Northwest Strategies for communications on domestic violence which is a national campaign that looks to be promising and beneficial. Other federal 8(a) contracting opportunities continue to keep Karl Potts and IDS staff busy. Our CEO, Ventura, works closely with Karl.

Kijik/Qizhjah Heritage Institute (QHI) and Chuchuna Scholarship Funds are available to eligible shareholders and descendants of shareholders and you may contact April Rickteroff at the Kijik office for details.

Thanks,
Betty Chilcott
Chairperson



Fall is Here!



International Data Systems, LLC – Update

IDS continues to perform usual IT operations serving existing clients in Anchorage and throughout Alaska. IDS completed the subcontract from KAS to implement the IT communications work at the Kodiak Launch project.

Both IDS and KAS continue marketing their services to Federal agencies, especially those associated with Health and Human Services (HHS) and related organizations such as National Institute of Health, Center for Disease Control and Food and Drug Administration. Both companies are talking to other federal agencies including Depart of Defense in Washington DC looking for additional contracts to take advantage of the subsidiary's 8a certification status. The subsidiaries are coordinating a panel at AFN focused on opioid abuse prevention involving the State of Alaska, federal government agencies and tribal organizations.

IDS has added RurAL CAP as a client. RCAP has several hundred employees throughout Alaska with a number of offices in major Alaska cities and rural communities. We are pleased to be providing the IT services for this very important nonprofit organization to Alaskan communities.

Kijik Aviation Services, LLC – Update

Kijik Aviation continues to perform on the Tribal Outreach / Communications contract for the US Health and Human Services Food and Drug Administration. Our second year on the contract began at the end of June, 2018. Work under the contract continues to be less than expected over the Summer of 2018. However, KAS expects to see more work requested from the FDA in the coming year due to increased funding. KAS successfully completed its subcontract at the Alaska Aerospace Corporation Pacific Spaceport Complex in Kodiak which involved installing fencing, security measures and IT communications systems and is in the process of demobilizing for the winter.

Kijik Technical Services, LLC – Update

KTS completed its initial contract to perform business planning services with Golovin Native Corporation in regard to a resource development project near Golovin. We are hopeful that phase 2 of our project will be approved by the client, extending our contract work through the end of 2018 and into 2019.

Scholarship News...

The Kijik Education Committee and the Qizhje Heritage Institute (QHI) Board of Directors met in Nondalton on May 5th following the annual meeting of shareholders, to review scholarship applications from Kijik shareholders and shareholder descendants seeking a higher education or vocational training. As was reported in previous newsletters, the Kijik Education Committee is responsible for determining scholarship awards made from the Chuchuna Scholarship Fund and the QHI board administers their own scholarship resources. Kijik shareholders and shareholder descendants are eligible to apply to both sources of funding. The following awards were made from the respective funds:

QHI

- Casey Leonard \$500 (undergrad) – University of Alaska Anchorage
- Cassidy Balluta \$500 (undergrad) – Alaska Career College
- Jordan Finney \$500 (undergrad) – University of Hawai'i Hilo
- Jayme Johnson \$500 (Master's) – Alaska Pacific University
- Lauren Johnson \$500 (Master's) – Alaska Pacific University

Chuchuna

- Casey Leonard \$2,500 (undergrad) – University of Alaska Anchorage
- Jordan Finney \$2,500 (undergrad) – University of Hawai'i Hilo
- Jayme Johnson \$4,000 (Master's) – Alaska Pacific University
- Lauren Johnson \$4,000 (Master's) – Alaska Pacific University

Kijik Corporation extends heartfelt congratulations to all the scholarship recipients and our best wishes for their academic success.



-- Intentionally Left Blank --



**801 B Street, Suite #401B
Anchorage, AK 99501**