

# MAWSON RESOURCES LIMITED

## President's Report to the Shareholders

Dear Shareholders and Stakeholders,

Last year I started this letter with the statement that it takes courage in our industry to have perspective, beyond the moment. What remains universal is that exploration is the foundation for all value creation for mining. Those who saw this sectorial opportunity at the time, should have been well rewarded as appetite for junior exploration stocks has returned; at least as I write. Consequently, we see increasing interest in our district-scale gold discovery in Finland with high grades, from surface, in a good jurisdiction. New and large discoveries in our industry are rare and our Finnish project has the potential to eventually attract the interest of the major gold miners, should our exploration success continue.

During the financial year 2015/16, we continued to define a unique and district scale hydrothermal gold discovery at Rompas-Rajapalot in Finland. Significant drill intersections over the last year on the property included 19.0 metres @ 5.3 g/t gold from 38.7 metres and 8.4 metres @ 4.2 g/t gold from 206.0 metres drilled 350 metres along strike. We are drilling today and have no plans to stop.

A major milestone came to us in September with a court decision against an NGO appeal, which was strongly in Mawson's favour to allow full drill access to our exploration claims, essentially for the first time since we staked the project in October 2009. This will allow us to fully unlock the discovery potential of the project.

Proudly, I can say we have developed a strong social license on the project, and we employ full time environmental, ecological and community orientated staff to deal with the reality of operating in a modern mining industry.

Again, to restate my comments from last year which still hold, despite an increasing global population and a middle class consuming more metals, our industry is caught in a position where discovery successes is decreasing, grades are falling while the need for social acceptance is greatly increased. I firmly believe our industry must step up to provide proactive and firm leadership to show the community what good citizens the exploration and mining industry can be and prove through commitment and accountability that benefits can flow to all.

Sadly, we said farewell to two directors during the year, in Gil Leathley and Gilbert Clark, both who have given Mawson their full focus and energies over a long period. Both became and will remain mentors and friends of mine. On the flip side, we warmly welcomed Noora Raasakka, our Environmental director to the board, who brings diversity and a strong set of complementary skills to our Board.

On behalf of the Board of Directors, I would again like to thank you, our shareholders large and small, and our stakeholders in Finland and abroad, for your continued support. This has been a long five years, but with permits and a more receptive market I look forward to what 2016/17 may bring for Mawson.

Sincerely,

*"Michael Hudson"*

**Michael Hudson**  
**President and CEO**

Vancouver, British Columbia Canada,  
October 14, 2016