NOTICE OF INTENT TO CONDUCT
MINERAL EXPLORATION OPERATION
(Excluding Uranium)

Pursuant to SDCL 45-6C

RECEIVED
AUG 01 2014

MINERALS & MINING PROGRAM

Name of Operator: Dakota Territory Resource Corp

Address:
Dakota Territory Resource Corp
10580 N. McCarran Blvd #115-208
Reno, NV 89503

Name and Address of Operator’s Resident Agent in South Dakota:
Gerald Aberle
Dakota Territory Resource Corp
11171 Alpine Circle, PO Box 568
Lead, South Dakota

Telephone Number:
(775) 747-0667

Telephone Number:
(605) 584-2834

Brief Description of the Type of Exploration to be Conducted. Include a list of all minerals to be explored and a description of methods (e.g. drill rig type, proposed depth for each test hole, length of access road construction, and/or other).

Dakota Territory Resource Corp will explore for hard rock gold deposits using core and reverse circulation drilling methods. Drilling will be completed from existing roads to the extent practicable, but new exploration roads are required to provide access to test the exploration target. It is anticipated that drilling will be completed using truck-mounted core and/or reverse circulation drill rigs. This project will include drilling of up to 30 exploration drill holes to a maximum depth of 1,200 feet and construction of up to 0.8 miles of exploration roads as shown on maps 1, 2 and 3.

Will the Operator Conduct Uranium Exploration? Y ☐ N ☑ If Yes, a Permit Pursuant to SDCL 45-6D Must be Obtained.

Date Exploration Will Commence:
August 23, 2014

Legal Description of Land to be Explored by Section, Township, and Range:
Portions of Sections 20 and 21, Township 5 North, Range 3 East, Black Hills Meridian as shown on maps 1 and 2.

County:
Lawrence

What Legal Authority Does the Operator Have to Conduct Exploration on the Above-Described Land? Attach copy if available.

☐ Deed ☐ Lease ☐ US Forest Service Permit ☐ Pending US Forest Service Permit

☑ Other lease/purchase agreement attached
INSTRUCTIONS (Reference SDCL 45-6C):

This Notice of Intent Must be Accompanied by:

1. A Plan of Reclamation Pursuant to Section 8.
2. A Topographic Map Pursuant to Section 9.
3. A Fee of $250 Pursuant to Section 17.
4. A Surety Bond in an Amount to be Determined by the Department Pursuant to Section 19.
5. Any Written Landowner Consultations Giving Alternative Preferences for the Reclamation of the Affected Land Pursuant to Section 16.

Applicant affirms that the surface owner has been notified of the proposed mineral development and that said surface owner is aware of his rights to compensation for damages to property pursuant to SDCL 45-5A. Applicant hereby affirms that the mineral exploration will be conducted pursuant and subject to the provisions of SDCL 45-6C, and all regulations promulgated thereunder, that he will grant access to the Board of Minerals and Environment or its agents to the area under notice from the date of the notice and thereafter to assure compliance with the provisions of SDCL 45-6C.

I declare and affirm under the penalties of perjury that this claim (petition, application, information) has been examined by me, and to the best of my knowledge and belief, is in all things true and correct.

[Signature]

Vice President & COO

Title

STATE OF  South Dakota

COUNTY OF  Lawrence

On this 23rd day of July, 2014, before me personally appeared

Gerald Aberle

who acknowledged himself to be

the Vice President & COO for Dakota Territory Resource Corp

(Title) (Operator)

and that he is authorized to execute this Notice for the purposes contained therein.

[Signature]

Notary Public

My Commission Expires: 3/31/18

[Seal]

FOR DEPARTMENT USE ONLY

DATE APPROVED:  BOND AMOUNT:  EXNI NUMBER:

Chairman, SD Board of Minerals & Environment
In preparing this Reclamation Plan, please address each item in detail, following SDCL 45-6C-8 and 45-6D-9. Also, refer to the reclamation standards outlined under SDCL 45-6C-27 through 45-6C-34, SDCL 45-6D-33 through 45-6D-39, and the state's hole plugging regulations as detailed under ARSD 74:11.

1.) Describe the type of reclamation the operator proposes to achieve in the reclamation of the affected land.

The post-mining land use for the exploration area will be woodland grazing, which will be accomplished by reclaiming to an open canopy area within the forested surroundings.

2.) Provide a proposed timetable for seeding and replanting indicating when and how the reclamation plan will be implemented. Such timetable shall be developed after consulting with the County District Conservationist as to the nature of the soils and native vegetation in the area of the proposed operation. These recommendations shall be followed, if any are provided, and copies of all correspondence shall be provided to the Department.

Areas where drilling sites or exploration roads are constructed will be reclaimed using two methods. For drilling on existing roads, the area of the drill site will be regraded as necessary, the drill sump will be backfilled and the area will be seeded. For areas where exploration road and/or drill pad construction is necessary, the drill sump will be backfilled, affected areas will be regraded to approximate original contours and the area will be seeded. Seed will be applied at the recommended seeding rate by hand broadcasting and will be placed during the fall. Fertilizer will be applied as necessary. Reseeding of the reclaimed sites will be conducted if the initial reclamation is not successful. The reclamation seed mixture and proof of consultation with the Natural Resources Conservation Service is attached.

3.) Describe how the reclamation plan will rehabilitate the affected land.

Planting of grasses will control erosion and protect the soil. Numerous forb and shrub species are expected to volunteer on the reclaimed areas because ground disturbance associated with exploration activities will be limited as compared to surrounding areas of vegetation. A grass, forb, shrub and subshrub community is expected to develop as reclamation matures, which will support woodland grazing and provide an edge effect to support the wildlife in the area.
4.) Describe the anticipated temporary and permanent plugging and capping procedures to be used (refer to SDCL 45-6C-28 through 45-6C-30, SDCL 45-6D-33 through 45-6D-35, and the state's hole plugging regulations as detailed under ARSD 74:11).

All exploration drill holes will be plugged in accordance with ARSD 74:11:08. The drill holes will penetrate the Deadwood Formation, which is an aquifer in the northern Black Hills. If an aquifer is penetrated, the exploration drill holes will be plugged from bottom to top using bentonite grout, which complies with the requirements of ARSD 74:11:08.05 and ARSD 74:11:08.05.01 (i.e. requirements for plugging exploration drill holes that penetrate single unconfined aquifers and confined or multiple aquifers.) In the event that a confined aquifer is penetrated, the weight of the bentonite grout column will be sufficient to overcome formation pressure or the hole will be plugged using cement grout. Records regarding aquifers encountered during drilling and plugging methods used will be retained for each exploration drill hole and these records will be provided to South Dakota Department of Environment and Natural Resources (DENR) upon request. All exploration drill holes will be plugged immediately upon completion unless an alternate plugging schedule is approved by DENR.

5.) Provide the estimated cost of: a) implementing and completing the proposed reclamation and; b) the estimated cost of plugging and sealing each test hole.

Reclamation of drilling sites is estimated to cost $500 to $1,000 per site and reclamation of access roads is expected to cost $5,000 per linear mile. Plugging and sealing drill holes is estimated to cost $1,000 per hole. Bonding will be accomplished with the state-wide $20,000 surity provided for by SDCL 45-6C-19.

I declare and affirm under the penalties of perjury that this claim (petition, application, information) has been examined by me, and to the best of my knowledge and belief, is in all things true and correct.

Operator Signature: [Signature]

Title: Vice President & COO
Date: 07/23/2014
## Proposed Reclamation Seed Mixture

<table>
<thead>
<tr>
<th>Species</th>
<th>Seeding Rate Pounds (PLS)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Side Oats Gramma</td>
<td>3</td>
</tr>
<tr>
<td>Western Wheatgrass</td>
<td>3</td>
</tr>
<tr>
<td>Slender Wheatgrass</td>
<td>1</td>
</tr>
<tr>
<td>Green Needlegrass</td>
<td>2</td>
</tr>
<tr>
<td>Timothy</td>
<td>1</td>
</tr>
<tr>
<td>Little Bluestem</td>
<td>2</td>
</tr>
<tr>
<td>Blue Gramma</td>
<td>2</td>
</tr>
<tr>
<td>White Dutch Clover</td>
<td>1</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>15</strong></td>
</tr>
</tbody>
</table>
Consultation with Natural Resources Conservation Service

**From:** Eggebo, Sarah - NRCS, Belle Fourche, SD [mailto:sarah.eggebo@sd.usda.gov]
**Sent:** Wednesday, July 16, 2014 1:19 PM
**To:** Nelson, Mark
**Subject:** Recommendation for reclamation of exploration areas in Lawrence County

Hi Mark. Below are my comments for this reclamation.

Thank you!

Sarah Eggebo  
District Conservationist 
NRCS Field Office 
1837 5th Ave. 
Belle Fourche, SD 57717 
605-892-3368, Ext. 3

**From:** Nelson, Mark [mailto:NelsonMR@cdmsmith.com]
**Sent:** Tuesday, July 15, 2014 11:38 AM
**To:** Eggebo, Sarah - NRCS, Belle Fourche, SD
**Subject:** Recommendation for reclamation of exploration areas in Lawrence County

Hello-

I'm preparing an exploration permit application for Dakota Territory Resources to provide for gold exploration in the NE ¼ of Section 20 and the NW ¼ of Section 21, Township 5 North, Range 3 East, Black Hills Meridian. The permit will include exploration drilling and exploration road building.

In accordance with state permitting requirements, I would like to get your recommendations for reclaiming the area. Based on discussion with DENR, we are proposing to use the following seed mixture:

1. Side Oats Grama (3 PL per acre) **OK**
2. Western Wheatgrass (3 PL per acre) or Thicksipe Wheatgrass
3. Slender Wheatgrass (1 PL per acre) **OK**
4. Green Needlegrass (2 PL per acre) **OK**
5. Timothy (1 PL per acre) if you want native, could take the Timothy out and replace it with Western or Slender. But it should work.
6. White Dutch Clover (1 PL per acre) could replace with Canada milkvetch (native) or Cicer milkvetch
You could also do Little bluestem or Blue grama for more warm season variety.

Areas where drilling sites or exploration roads are constructed would be reclaimed by resloping the areas to approximate original contours and seeding with the reclamation seed mixture. Seed would be applied at the recommended seeding rate by hand broadcasting. Reseeding of the reclaimed sites would occur in the fall.

Would you provide any recommendations you may have on the proposed seed mixture? Also, do you have any recommendations for fertilizer application or other reclamation issues? We don’t have any fertilizer recommendations.

Please let me know if you have questions.

Thanks much-
Mark

Mark Nelson, PG
Geologist
CDM Smith | 12445 Misty Meadows Rd. | Nemo, SD | T: 605.578.9739 | Cell: 605.390.9042
nelsonmr@cdmsmith.com

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Legend

- Proposed exploration area

Dakota Territory Resources Corp.
Lawrence County, South Dakota

Exploration Notice of Intent
Project Location

Location: Sections 20 and 21
Township 5 North, Range 3 East
Black Hills Meridian

Design:
Date:
Approved:
Revised:

M. Nelson, CPG
July, 2014
G. Aberle