



February 2017

Dear Colleagues and partners

Re: Procurement Policy

We take our responsibility for procurement seriously and know our suppliers do as well. Mutually respectful and professional conduct benefits everyone and play a critical role in our success in exploration and our ability to generate shareholder value.

We have produced the procurement policy to be transparent in our business activities for the benefit of our shareholders and stakeholders. It is also an opportunity for us to communicate the values that guide our behavior.

Should you have any questions on our policy please contact our Watson Lake office or Vancouver office.

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Janet Lee-Sheriff
Chief Executive Officer
Golden Predator Mining Corp.
February 2017



Procurement Policy

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The Golden Predator Mining Corp. Procurement Policy has been written to ensure that all procurement related activities are conducted with transparency and are understood by all key stakeholders.

Who does it apply to?

This document applies to all contractors, suppliers and employees of Golden Predator Mining Corp.

Principles

- Inclusion: To act with inclusion and collaboration
- Trust: Trust in our partners and communities and suppliers
- Value: To maximize value and meet performance expectations of our shareholders
- Transparency: To conduct ourselves in a professional, accountable manner.

Values: What Do We Expect from Ourselves

Our values and the values we live by and ask of all our contractors, suppliers and others we work with:

- Accountability: We take responsibility for our actions and hold others to account for theirs
- Respect: We recognize the views of others and treat them as we want to be treated
- Working together: We consider the community in our actions
- Integrity: We act fairly, honestly and consistently
- Teamwork: We work together and learn from each other to achieve our goals

Our Commitments

Safety and Health

We believe all fatalities, injuries and occupational illnesses are preventable. We commit to the goal of everyone going home safe and healthy every day and expect others we work with to respect and adhere to our health and safety requirements.

Employment and Inclusion

We believe everyone should be treated with respect and dignity. We do not bully, threaten or intimidate in our workplace. Everyone has the right to a fair and inclusive working environment of which they are proud of.

Environment

We are committed to protecting the environmental values of the regions where we operate and maintaining good product stewardship.

Community

We develop strong and lasting relationships with our local and regional communities based on respect and a desire to learn and mutually benefit.

Government Relations and Society

We build lasting relationships with governments and engage with communities to help develop robust policy and regulations. We do not involve the Company in any political party, group and individual.

Communication

We build trust through open and honest communication and comply with market disclosure requirements.

What Do We Expect from Suppliers

Golden Predator expects that all suppliers:

- align with our business objectives, policies and values;
- aim to achieve zero injuries and zero fatalities in the workplace;
- enhance value;
- reduce and/or eliminate waste
- are financially secure, duly licensing and properly insured;
- are the direct manufacturer of goods, or an authorized agent/distributor;
- are the direct provider of services, and adhere to the corporate policy preventing sub-contracting unless approved in the contract guidelines;
- are able to transact business electronically (exceptions can be granted to local community suppliers where suitable infrastructure is not in place);
- have competent personnel to support the goods and/or services supplied;
- maintain appropriate HSE and quality assurance systems and processes;
- agree to supply on the basis of Golden Predator's terms and conditions; and
- maintain policies that support fair competition and integrity, require adherence to applicable laws,

standards and regulations with a process for ensuring compliance.

We value suppliers who match our commitment to a sustainable supply chain, with a focus on safety, economic prosperity, social wellbeing, environmental stewardship and strong governance.

We recognize that significant socio-economic benefits can be achieved through sourcing products and services locally. We are committed to working with First Nation businesses and organizations, and local community suppliers, to ensure that they have opportunities to supply Golden Predator operations.

Supplier Qualification

Qualification of suppliers is critical to ensuring the health and safety of people, minimal impact to the environment, and the quality of goods and services.

Supplier qualification involves obtaining sufficient evidence to ensure a supplier meets or exceeds the minimum standard to supply goods and services to Golden Predator. This could include, without limitation, assessment of the following areas: HSE; quality management and continuous improvement; financial strength; ethics and community development; human resource management; references and; legal and information security.

We typically invite bids from prospective suppliers who are deemed by Golden Predator to have the potential to meet award criteria and who are pre-qualified.

Awarding of Contracts

Awards will only be made to suppliers who are able to:

- meet Golden Predator’s HSE standards;
- comply with all bidding requirements;
- meet the required standards;
- make the best bid in reference to the relevant selection criteria; and
- meet the values articulated in this document

Contract Values*

Under \$20,000	Minimum 3 quotes required
Over \$20,000	Request for Proposals from Qualified Suppliers
Sole Source	Select contracts as approved by Management for specific services

*Certain exceptions due to Socio Economic Accords and MOU’s for Exploration.

Purchase Orders

Goods or services must only be supplied when a valid purchase order number has been issued by Golden Predator to the supplier. We recognize in some locations the infrastructure may not be sufficient to enable the use of our system and formal purchase order process. In such locations alternative arrangements apply at the discretion of the Company.

Service Expectations

Suppliers are expected to ensure that goods and services are supplied in full and on time according to specifications. All orders are expected to be delivered complete by the due date.

Payment

Following satisfaction of purchase order and service expectation requirements, payment will be remitted no later than the next scheduled payment run following the invoice due date.

Safety

We are committed to an incident and injury free workplace. Full and consistent implementation of Golden Predator's safety standards, systems, and procedures is required.

Drugs and alcohol Impairment

We must not possess or consume illegal drugs, or be impaired by alcohol or drugs while working on Golden Predator premises.

Employment

We require our suppliers to adhere to applicable laws, standards and regulations.

Environment

Excellence in environmental performance and product stewardship is essential to our business success.

As a minimum, we expect our suppliers to maintain a strong commitment to:

- responsible environmental management;
- elimination of environmental incidents;
- waste minimization;
- responsible resource utilization;
- product stewardship.

We value a consistent record of compliance and remediation of disturbances on the environment.

Sustainable Development

When we refer to sustainable development at Golden Predator we mean meeting the needs of the present without compromising the needs of the future; developing and encouraging sound policy and principles within our operations, as well as the local and global communities we interact with, to ensure that everything we do will potentially lead to a better future.

We expect our employees and suppliers to make informed choices and adapt their sourcing, buying and logistics approach where necessary, to support community strategies.

This approach provides us the opportunity to:

- better analyze and manage risks;
- create business options for Golden Predator and its suppliers;
- reduce costs;
- encourage a genuine respect for First Nations people, their language, culture, goals and aspirations; and
- contribute to the long-term prosperity of the communities in which we operate.

First Nation MOU Agreements and Socio Economic Accords

We recognize that significant socio-economic benefits can be achieved through sourcing products and services locally.

Confidentiality

We must always protect Golden Predator's confidential information as well as the confidential information entrusted to us by others, including customers and suppliers.

Conflicts of interest

We all must ensure that our personal activities and interests do not conflict with our responsibilities to Golden Predator.

Applicable Golden Predator Policies:

- Code of Conduct
- Social Media
- Environment, Health & Safety
- Corporate Disclosure