

## ***ANC BOARD of DIRECTORS CANDIDATE PROCEDURES***

Dear Potential Candidates for the Afognak Native Corporation Board of Directors,

As a Shareholder interested in submitting your name to be considered for the Afognak Native Corporation Board of Directors, it is important you review and understand the procedures that all candidates must comply with if you wish to have your name included on the ANC proxy, regardless of whether you are chosen as one of the three Board endorsed slate candidates. These procedures are provided to keep both you as a candidate and Afognak Native Corporation compliant with state laws and regulations.

1. All candidates must submit a resume and completed Board Candidate Questionnaire. The questionnaire is available at the ANC offices in Anchorage and Kodiak and from the ANC website at [www.afognak.com](http://www.afognak.com). Once on the website, click the "Shareholder" link and then click on "Forms & Links." The questionnaire is the link titled "ANC Board Candidate Disclosure Form." ***Applications will be accepted until Friday, February 5, 2010, at 5 p.m., Alaska Standard Time.*** Applications must be **received** by the deadline. Completed questionnaires and resumes may be hand-delivered to either of the ANC offices in Anchorage or Kodiak; they can be mailed to Afognak Native Corporation, ATTN: Ginger Ward, Chairwoman of the Board, 3909 Arctic Blvd., Suite 400, Anchorage, AK 99503; or they can be emailed to [vward@camai.com](mailto:vward@camai.com).
2. Even if an applicant is not chosen for the Board slate, that applicant can choose to have his or her name included in the proxy materials and on the ANC proxy for voting purposes, *provided* all the required information has been submitted. Upon receipt of application or request from a Shareholder (whichever is first), Afognak Native Corporation will provide a copy of the Banking and Securities regulations to each individual candidate.
3. A candidate who opts to have his or her name on the ANC proxy even though the Candidate is not selected for the Board endorsed slate may want to send out candidate letters and other solicitation materials to Shareholders. This may be done, at the candidate's own expense, provided however, that the candidate **first** submits the letter or other solicitation to the Corporation for review. The purpose of this review is not necessarily to edit the material but to ensure the candidate's materials comply with Alaska State law and Banking and Securities regulations. As a candidate on the ANC Proxy, you are required to assist the Corporation in minimizing its liability exposure. Proper advance review by the Corporation of all Shareholder solicitation materials will help to minimize such exposure. As a candidate, if you send solicitation materials to Shareholders without providing ANC the opportunity to first review those materials, various consequences may follow, including that you will be responsible for any liability that incurs as a result.

To obtain ANC review of your solicitation materials, you should mail them to Afognak Native Corporation, Board Candidate Solicitation, ATTN: Jana Turvey, 3909 Arctic Blvd, Suite 400, Anchorage, AK 99503; or they can be e-mailed to [jana@afognak.com](mailto:jana@afognak.com). In the event the Corporation's opinion is that any solicitation material does not comply with state regulations, the Corporation will notify and work with the candidate to rectify the issue.

4. No letters or other solicitation may be provided to Shareholders prior to Afognak Native Corporation's own proxy materials being mailed, which includes ANC's proxy statement, proxy and Annual Report. This is again to ensure the Corporation's compliance with the State of Alaska Banking and Securities regulations.
5. Also in compliance with Banking and Securities regulations, Afognak Native Corporation will file all letters and other solicitation materials from ANC proxy candidates to the State of Alaska Banking and Securities office in Anchorage, Alaska.

If you have any questions regarding these procedures, please contact Jana Turvey, Vice-President for Corporate Affairs at (907) 222-9500 or [jana@afognak.com](mailto:jana@afognak.com).

Thank you for your continued support and interest in your corporation.



Ginger Ward  
Chairwoman  
ANC Board of Directors