CIRI subsidiary North Wind Group – which oversees several companies primarily focused on environmental, engineering, construction and technical consulting – notched a pair of impressive wins to begin the year.

Portsmouth Gaseous Diffusion Plant

Along the banks of the Scioto River in southern Ohio sits the unremarkable town of Piketon. What is remarkable about this area is the industrial complex located just south – the Portsmouth Gaseous Diffusion Plant, which is larger than the town itself.

A gaseous diffusion plant sounds innocuous enough, but this plant produced enriched uranium for both the nation’s nuclear weapons program and for the United States Atomic Energy Commission. Built in the early 1950s, the Cold War kept it in production for decades.

Today, the plant is in shutdown status and in the process of decontamination and decommissioning. That’s where North Wind Solutions, a subsidiary of North Wind Group, comes in. The company just won a significant five-year Infrastructure Support Services contract with the U.S. Department of Energy (DOE).

“North Wind is proud to continue our support of the Department of Energy across the country and now at the Portsmouth site,” said John Bukowski, president of North Wind Solutions. “The selection of the North Wind-led joint venture is testament to North Wind’s outstanding track record of safety and performance on DOE projects.”

North Wind will primarily provide infrastructure support services including surveillance, maintenance, telecommunications, fleet management, health and safety programs and security.

Idaho Clean-up Project

A sprawling complex of research sites scattered through the desert, the Idaho Falls-based Idaho National Laboratory played a pivotal role in developing the nation’s nuclear power plants. But along with the advances in nuclear research, a concerted effort to

North Wind offices in Idaho Falls, Idaho. Photo by Jason Moore.

CIRI’S OLDEST LIVING SHAREHOLDER TURNING 100

“It’s not your nationality that counts as much as it is your character and your personality.” These were a teacher’s words of wisdom to CIRI shareholder Fiocla Wilson when she attended the Eklutna Industrial School for Natives at the age of 12.

The year was 1928, and many Alaska Native students who attended boarding schools like the one in Eklutna were permitted to speak only English. Even so, Fiocla was grateful to have the opportunity to learn skills like sewing and waiting. And even today, her teacher’s words resonate.

At the age of 99, Fiocla is CIRI’s oldest shareholder, she will turn 100 on June 30. She now lives in a world where the government bestows grants on Alaska Native language preservation programs. In the book Our Stories, Our Lives (a publication of The CIRI Foundation), Fiocla marveled at how things have changed: “I said something to another girl at school in Russian, and it was overheard, and we both had our mouths washed out with soap! That’s how strict they were. Now [the government] is giving funds to get back our heritage.”

Fiocla has lived most of her life in Kenai, where she raised six children and helped her husband with his commercial fishing business until his passing in 1975. Today, she resides at Heritage Place in Soldotna and is an active member of the Kenaitze Indian Tribe as well as the Kenai Bible Chapel. She is proud to be a CIRI shareholder.
As reflected in the theme of this year’s annual report – Evolution of Opportunity – CIRI continually strives to evolve and adapt. Our investments reflect this evolution. A good example is our Fire Island Wind project. CIRI’s ability to develop, manage and operate this project, on time and on budget, led to investments in Capistrano Wind Partners and Palouse Wind, two major wind operators in the Lower 48. Those investments solidified CIRI’s reputation as a significant investor in the energy sector and, consequently, led to recent investments in Ohio’s Middletown Energy Center.

Our corporation is also serving as a financing partner for a major new wind energy investment in Texas. Despite the economic headwinds we faced, shareholder dividends will be fractionally larger this year. As a reminder, shareholder dividends are based on 3.5 percent of total shareholders’ equity, calculated as of Dec. 31 of the prior year. Based on that calculation, 2016 dividends will total $36.52 per share.

Evolution of Opportunity also reflects how CIRI has evolved to deliver benefits to shareholders and descendants that go beyond dividends. The past year saw a company-wide recommitment to look for ways to help advance the careers and lives of our shareholders and descendants.

One of the most exciting programs offered by CIRI is our summer internship, which we expanded significantly in 2015. Six young professionals were placed in positions with CIRI departments and subsidiaries, and they are featured prominently in our annual report. I hope you take the time to learn a little about them, an impressive group of energetic young adults eager to embrace new opportunities with the help of CIRI.
CIRI INVOLVED IN SUPREME COURT CASE

“It seems to me the Park Service doesn’t have jurisdiction.”

Those were the last words Justice Antonin Scalia spoke from the bench of the U.S. Supreme Court before his passing earlier this year. The case involved Alaska. And, indirectly, CIRI.

The Sturgeon v. Frost case pitted Alaska moose hunter John Sturgeon against the National Park Service. It started back in 2007 when Sturgeon was prohibited from using his hovercraft on the Nation River in the Yukon-Charley Rivers National Preserve. Sturgeon didn’t have a connection with CIRI and the hovercraft incident happened far from CIRI land, but CIRI’s interests became involved when the potentially precedent-setting decision, had it survived, would have authorized the National Park Service to regulate private lands within conservation units.

While the Federal District Court in Alaska and the Ninth Circuit appeals court sided with Sturgeon, the State of Alaska and the Native corporations and remanded the case back to the Ninth Circuit Court of Appeals. It said the lower courts misinterpreted ANILCA and, therefore, mistakenly gave the National Park Service too much authority to regulate activities on non-federal lands within conservation units.

It was the ruling CIRI’s legal team had hoped for. “It’s a great ruling for CIRI and the State of Alaska because the court established that the clear intent of Congress was to limit Park Service authority over privately held lands in national parks, monuments, refuges and preserves,” said CIRI Vice President and General Counsel Bruce Anders. “Even though CIRI owns tens of thousands of acres. “The logical consequence of Sturgeon applies to all conservation units, not just national parks,” said Ethan Schutt, senior vice president of Land and Energy Development at CIRI. “There is more direct applicability for CIRI in the Kenai National Wildlife Refuge. Our primary interest there is the oil and gas potential of our subsurface holdings and there’s a risk the agencies could use the Sturgeon case to prevent development and access.”

In a rare unanimous decision handed down March 22, the high court sided with Sturgeon, the State of Alaska and the Native corporations and remanded the case back to the Ninth Circuit Court of Appeals. It said the lower courts misinterpreted ANILCA and, therefore, mistakenly gave the National Park Service too much authority to regulate activities on non-federal lands within conservation units.

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Meanwhile, some of the technical issues have yet to be resolved and the fight for John Sturgeon is not yet over. For example, the question of whether the Nation River qualifies as “public land” for purposes of ANILCA is going back to the lower courts for further argument.

For a more information on the Sturgeon case and CIRI’s involvement, tune into the CIRI podcast, CIRIlosity, located at www.CIRI.com/CIRIlosity. CIRI executives Bruce Anders and Ethan Schutt discuss the complexities of the Sturgeon case and the potential impacts on CIRI’s ability to manage its land.
Helen Marie Adams, 83  
Helen Marie Adams passed away March 14 at Providence Hospital in Anchorage. Ms. Adams was born July 23, 1933. She is survived by her brother, Robert Joe, and sister, Lois Baum.

Ferrell Lamar Barrington Sr., 68  
Ferrell Lamar Barrington Sr. passed away June 28, 2015, at home in Valley, Ala. Mr. Barrington was born Sept. 20, 1946. He is survived by his children, Ferrell L. Barrington Jr. and Terrell G. Barrington.

Doris Marie Dodson (aka Linda), 57  
Doris Marie Dodson (aka Linda) passed away March 13 at the Cotttingham Hospice House in Seneca, S.C. Ms. Dodson was born Nov. 5, 1958, in Greenville, S.C. She is survived by her husband, Roger Sewell; children, Stephen Dodson (Mandy) and Desiree Harmon (Mark); grandchildren, Alex fist, Giovanni, Nicola, Anastasia Dodson, Bridget and Natalie Harmon; stepmom, Dot Dodson; sisters; Bobbie Green (James); Theresa Smith (Rick); Dawn Kyle (Tracey) and Debbie Chenoweth (Troy); and brothers, Geddes Lindsay and Stephen Dodson.

Helga Maria Ione, 85  
Helga Maria Ione passed away Feb. 4 at home in San Leandro, Calif. Ms. Ione was born July 24, 1930, in Germany. She is survived by her children, Rita Tobin, Rose Francis and Richard S. Ione; grandchildren and great-grandchildren.

Georgia J. Johansen, 87  

George Henry Kraft, 85  
George Henry Kraft passed away Feb. 15 in Jacksonville, Fla. Mr. Kraft was born July 20, 1930, in Anchorage. Mr. Kraft proudly served in the United States Air Force during the Korean War and continued serving as a computer programmer until retirement. He is survived by his second wife, Geraldine Elisabeth Kraft, and children, Jay Lea Gombeda, Don Ellis Kraft, Dea Ann Sims and Lyn Oza Kraft.

Edward Lyle Ness, 82  
Edward Lyle Ness passed away Feb. 23 at the Veterans Home of Barstow in Barstow, Calif. Mr. Ness was born May 15, 1933, in Kenai, Alaska. He is survived by his wife, Carlene Ness; sons, Eric Ness, Edward Ness; Brian Ness and Jeffrey Ness; grandchildren, Milli and Edward R. Ness; sisters, Irene Ness Wilcox and Alice Ness La Fountain; 11 grandchildren; and many cousins, nieces and nephews.

Peter Paul Shadura, 104  
Peter Paul Shadura passed away Nov. 1, 2015, at Emerald Groves in Mesa, Ariz. Mr. Shadura was born July 2, 1911, in Kenai, Alaska. He is survived by many nieces, nephews, great-nieces, great-nephews, other relatives and many dear friends.

William “Bill” VanHatten, 53  
William “Bill” VanHatten passed away Dec. 29, 2015, in Fairbanks, Alaska. Mr. VanHatten was born Nov. 15, 1962, in Fairbanks, Alaska. He is survived by his mother, Patricia A. Carroll; brothers, Richard VanHatten Jr. and Clifton R. VanHatten; and sister, Christina M. Williamson.

Condolences
Elizabeth Rae Garza, 82
Manuel Mesa, 83
Lorena Zeller, 78

IN MEMORY

Meeting attendance is limited to CIRI shareholders and their immediate family members (i.e., spouse, children) and stock custodians. Shareholders must check in with their guest and present identification. Refreshments will be provided.

NORTHWEST INFORMATION MEETING
Saturday, May 7  
Seattle Airport Marriott  
3201 South 176 St., Seattle, Wash.  
Registration opens at 1 p.m.  
The event concludes at 4 p.m.  
Please RSVP by 4 p.m. Friday, April 29. Due to limited space, no child care services will be provided.

ANNUAL MEETING
Saturday, June 4  
Chief Leschi School  
5625 52nd Street East, Puyallup, Wash.  
Registration: 8 a.m. to 11 a.m.  
While it is not necessary to RSVP for the Annual Meeting, it helps ensure the proper amount of food if you do. Child care available upon advance request.

OTHER IMPORTANT CIRI DATES
May 30, 2016  
Memorial Day holiday: CIRI offices closed

May 31, 2016  
Address change and direct deposit deadline for the second quarter Elders’ Settlement Trust distribution

June 10, 2016  
Second quarter Elders’ Settlement Trust distribution

June 10, 2016  
Nomination deadline: Shareholder, Elder and Youth Awards

June 13, 2016  
Deadline to sign up for direct deposit for the second quarter dividend

June 22, 2016  
Address change and cancel direct deposit deadline for the second quarter dividend

June 30, 2016  
Second quarter dividend distribution

June 30, 2016  
Entry deadline for Youth Educational Incentive Drawings

MISSING SHAREHOLDERS

The following CIRI shareholders do not have a current mailing address on record. When CIRI mail is returned as undeliverable, the distributions are held and the shareholder does not qualify to participate in any prize drawings until the address is updated, Shareholders can fill out the change of address form at CIRI’s offices, download it from the CIRI website or send a signed and dated letter that includes the new address, telephone number, birth date and the last four digits of their social security number.

(As of 4/21/2016)

Mississippi shareholders listed below in connection with the following estates:

Estate of Lawrence M. Wade – Alex H. Wade
Estate of Dennis Lee Pedron – Diane C. Neese and Timothy L. Neese

If your name appears above or you know the whereabouts of an individual listed above, please contact CIRI Probate at (907) 263-5191 or toll free at 1-800-764-2474.

SHRINGER ESTATES

When CIRI shareholders pass away, gathering the information necessary to settle the stock estate is often a difficult task and may delay settlement. CIRI is looking to contact the individuals listed below in connection with the following estates:

• Estate of Lawrence M. Wade – Alex H. Wade
• Estate of Dennis Lee Pedron – Diane C. Neese and Timothy L. Neese

If your name appears above or you know the whereabouts of an individual listed above, please contact CIRI Probate at (907) 263-5191 or toll free at 1-800-764-2474.

1-800-764-2474

SHARER ESTATESS, CONTINUED ON PAGE 08

MISSING SHAREHOLDERS, CONTINUED ON PAGE 08

1-800-764-2474

SHAREHOLDER ESTATES

1-800-764-2474

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clean up spent nuclear fuels and other waste at the site is underway.

The DOE just announced the award of a major clean-up contract. Dubbed the Idaho Clean-up Project Core, the five-year contract went to engineering giant Fluor, but North Wind Inc. is among the small team of subcontractors that will participate in the success of the project.

“We are thrilled with the announcement,” said Christopher Leichtweis, North Wind Group president. “North Wind has supported the clean-up mission at the Idaho site since the early days of the company and we are looking forward to working as part of the Fluor Idaho team to further advance that mission.”

The scope of work includes stabilizing and storing spent nuclear fuel and high-level waste, dispositioning transuranic waste, retrieving targeted buried waste, closing the Idaho Nuclear Technology and Engineering Center tank farm, and operating and maintaining facilities such as the Radioactive Waste Management Complex and the Radioactive Scrap and Waste Facility.

A nationally recognized small business, Idaho Falls-headquartered North Wind Inc., a subsidiary of North Wind Group, provides engineering, construction, environmental and technical services to federal and state agencies and private industry.

North Wind Group was founded in 1997. Since then, it has grown to a group of companies that employs more than 500 highly-skilled professionals in more than 20 office locations throughout the country.

www.northwindgroup.com
Understanding CIRI’s financial statements

CIRI recently released its 2015 Annual Report. This document summarizes the company’s performance last year and contains information readers can use to better understand CIRI’s business and investments. Annual report financial statements can be difficult to understand. This guide explains key parts of the financial statements that are on pages 25-29 of CIRI’s 2015 Annual Report.

The consolidated financial statements include:

• Consolidated Balance Sheets
• Consolidated Statements of Income
• Consolidated Statements of Other Comprehensive Income
• Consolidated Statements of Changes in Shareholders’ Equity
• Consolidated Statements of Cash Flows

The consolidated financial statements are accompanied by footnotes that provide additional details about the company’s financial position, investments and earnings. An independent auditor, KPMG LLP, audits the financial statements and issues an opinion as to CIRI’s conformity with generally accepted accounting principles. Following the financial statements and footnotes is CIRI Management’s Discussion and Analysis, which provides additional information about the company’s operations and holdings.

CONSOLIDATED BALANCE SHEETS

CIRI’s revenues and expenses are reported by operating segment:

• Government services income includes CIRI’s operations that provide services to local, state and federal government agencies.
• Oilfield and constructions services income is CIRI’s share of net earnings from its revenues from oilfield operations services and heavy marine hauling and construction support.
• Real estate income includes commercial rental incomes and CIRI’s interests in multi-family and retail investments as well as revenues from the sale of real estate holdings.
• Natural resources income is from oil and gas royalty revenues and 71% resource sharing payments received from other ANCSA corporations.
• Energy and infrastructure income is from investments in wind farms.
• Telecommunications income was from CIRI’s previous ownership interest in a joint venture with T-Mobile.
• Tourism income is from CIRI Alaska Tourism Company and CIRI’s previous ownership interest in an out-of-state resort and hotel.
• Private equities income is from investments in general private equity and venture capital funds that invest in a broad variety of industries, both foreign and domestic.
• Income per share of common stock divides the net income by the number of outstanding CIRI shares (627,800), to report the amount of income earned per share.

CONSOLIDATED INCOME

Guide to the 2015 Annual Report
THE CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS’ EQUITY

This financial statement shows the year’s activity in each of the components of shareholders’ equity, including current year net income and dividends paid to shareholders.

• Net income as reported in the statements of income.
• Total dividends paid to shareholders during 2015.

CONSOLIDATED STATEMENTS OF CASH FLOWS

This statement shows how CIRI used or received cash during the year.

• CIRI generated $47.7 million from its operations in 2015.
• CIRI invested a net $57.1 million in 2015 in a variety of operating companies, interests in partnerships and marketable securities.
• CIRI paid $22.9 million in shareholder dividends in 2015.

GLOSSARY OF FINANCIAL TERMS

Asset: Something of value that is owned, including cash and items that are convertible to cash. Examples of assets include receivables (monies owed to the company), inventories (supplies), property and equipment (buildings, land, machinery, etc.).

Consolidated Balance Sheets: These reports show what a corporation and its subsidiaries own (assets) and owe (liabilities) at a certain date. They also show shareholders’ equity.

Consolidated Statements of Cash Flows: These reports show the amount of cash received and spent during a fiscal year, including:
• Cash received or spent operating a business
• Cash received or spent buying and selling assets
• Cash borrowed or paid on debt and/or paid to shareholders.

Consolidated Statements of Income: These reports show the combined revenues, expenses, and net income or net loss of a company.

Consolidated Statement of other Comprehensive Income: These reports show non-cash gains (or losses) not recognized in the Statements of Operations.

Expenses: The costs required to generate revenue. For example, fuel to operate construction equipment.

Fiscal year: CIRI’s fiscal year is Jan. 1 through Dec. 31.

Liability: A company’s legal debt or obligation that arises during the course of business operations.

Liquidity: Cash and current assets sufficient to satisfy a company’s liabilities and commitments as they come due.

 Marketable securities: A general term for stocks, bonds, or other investments that can be sold on the open market.

Net income: When total revenues exceed total expenses.

Net loss: When total expenses exceed total revenues.

Revenue: The money received from operating a business or earned from holding an asset.

Total shareholders’ equity: Total assets minus total liabilities.

AN ALASKA NATIVE CORPORATION | CIRI.COM | APRIL 2016
DAY 001: VOICES OF RECOVERY

Produced by 90.3fm KNBA, a KSKA Broadcast Station.
"Day 001: Voices of Recovery celebrating the true stories of Alaskans overcoming alcohol addiction. Each mini documentary reflects on the turning point in the narrators life and where the journey of recovery has taken him or her.


Prize winners will be notified by CIRI and their names published in the newsletter and on CIRI’s website.

Early Bird Prize Deadlines:

April 29, 2016  Two prizes of $1,000
May 6, 2016   Four prizes of $1,000
May 13, 2016  Two prizes of $3,000
May 20, 2016  Two prizes of $5,000

All proxies must be received by 2 p.m. Alaska Daylight Time, Thursday, May 26, 2016.

To encourage early submission of proxies, CIRI has added $14,000 in new Early Bird prizes!

If you own voting shares, you should have received your proxy in the mail along with your CIRI Annual Report and Voter’s Guide and Proxy Statement. The proxy is the document on which your mailing address appears. If for any reason you need a replacement proxy, contact CIRI’s Shareholders Relations department (907) 263-5191 or toll free (800) 764-2474 (select option zero).

Shareholders whose proxies (for any proxy holder or candidate) are received by the Inspector of Election or the CIRI Secretary by 5 p.m. Alaska Daylight Time on the deadline date for a particular drawing will be eligible for that drawing and all subsequent drawings. While shareholders who win an Early Bird Prize are not eligible to receive another Early Bird Prize this year, they remain eligible for the Annual Meeting prize drawings.

CIRI CONTACT INFORMATION

CIRI Headquarters
725 E. Fireweed Lane, Suite 800
Anchorage, Alaska 99503
Tel. (907) 274-8636
www.ciri.com
Shareholder Relations
Tel. (907) 263-5191 or (800) 764-2474
Fax (907) 263-5186
Shareholder Participation Committees
www.ciri.com/spc
Submit your stories & ideas to info@ciri.com


2016 ANNUAL MEETING PRIZES

Vote Early and Win!

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