

LEVELOCK NATIVES LIMITED
P.O. BOX 109
LEVELOCK, AK 99625

May 12, 2005

Northern Dynasty Mines, Inc.
Attn: Ella Ede
3201 "C" St. Suite 604
Anchorage, AK 99503

Re: Pebble Project

Dear Ms. Ede:

The Levelock Natives Ltd. Board of Directors appreciated meeting with you and your team members during our board meeting in Anchorage last week. I also want to thank you, on behalf of the board, for the excellent lunch NDM sponsored. In addition, we were all impressed with the amount of work NDM has already undertaken in order to determine whether or not a mine can be safely operated in an environmentally acceptable manner in an extremely sensitive ecological setting.

Levelock Natives Ltd. wholeheartedly supports economic development that is consistent with state and federal environmental laws. From our discussions with you last week, we also understand that NDM's policy of no net loss to salmon and other anadromous fish species' habitats and populations is an essential element of its studies to develop an environmentally safe mine that is constructed, maintained, and operated in a manner consistent with state and federal environmental laws. We support your effort.

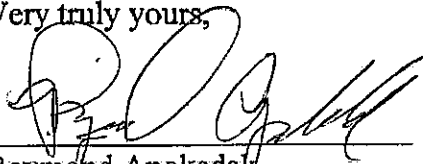
As you heard during our discussions, we do have concerns regarding the scope of the project and its impact on the environment and the way of life of our people. However, we also understand that NDM is sensitive of those concerns, and will continue to address our questions as NDM continues to gather data in order to reach a final conclusion on the best and safest methods for the proposed development. We also understand that NDM will continue to work with us, and to listen to our concerns. We appreciate NDM's recognition of its responsibilities, and we support NDM's efforts. LNL believes our

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company has much to offer NDM. We look forward to speaking with you concerning areas in which we can assist NDM in a mutually beneficial manner.

Again, thank you for the time you spent with our board last week. It was a pleasure getting to know you and your team.

Very truly yours,

A handwritten signature in black ink, appearing to read 'Raymond Apokedak', written over a horizontal line.

Raymond Apokedak,
President, Levelock Natives Ltd.