

# Extractive Sector Transparency Measures Act - Annual Report



<b>Reporting Entity Name</b>	NOVAGOLD RESOURCES INC.					
<b>Reporting Year</b>	<b>From</b>	2016-12-01	<b>To:</b>	2017-11-30	<b>Date submitted</b>	2018-04-26
<b>Reporting Entity ESTMA Identification Number</b>	E258877		<input checked="" type="radio"/> Original Submission <input type="radio"/> Amended Report			
<b>Other Subsidiaries Included</b> (optional field)	Donlin Gold LLC, AGC Resources Inc.					
<b>Not Consolidated</b>						
<b>Not Substituted</b>						
<b>Attestation by Reporting Entity</b>						
<p><i>In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest I have reviewed the information contained in the ESTMA report for the entity(ies) listed above. Based on my knowledge, and having exercised reasonable diligence, the information in the ESTMA report is true, accurate and complete in all material respects for the purposes of the Act, for the reporting year listed above.</i></p>						
<b>Full Name of Director or Officer of Reporting Entity</b>	/s/ David Ottewell			<b>Date</b>	2018-04-24	
<b>Position Title</b>	Chief Financial Officer					

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<b>Reporting Entity Name</b>	NOVAGOLD RESOURCES INC.		<b>Currency of the Report</b> USD
<b>Reporting Entity ESTMA Identification Number</b>	E258877		
<b>Subsidiary Reporting Entities (if necessary)</b>			

### Payments by Payee

Country	Payee Name	Department/Agency within Payee that Received Payments	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
United States of America	State of Alaska	Dept. of Natural Resources			24,000					24,000	
United States of America	State of Alaska	Dept. of Environmental Conservation			765,000					765,000	
United States of America	Government of the United States of America	Bureau of Land Management			180,000					180,000	
United States of America	Government of the United States of America	U.S. Geological Survey			50,000					50,000	
United States of America	Government of the United States of America	Federal Aviation Administration			2,000					2,000	
United States of America	Village of Crooked Creek								133,000	133,000	In-kind payment through a third party contractor to assist with community planning

**Additional Notes:** Exchange rate: CAD \$1.00 = USD \$0.77, all reported numbers rounded to the nearest \$1,000.

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### Payments by Project

Country	Project Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid by Project	Notes
United States of America	Donlin Gold LLC			1,141,000					<b>1,141,000</b>	1
United States of America	Closure sites			13,000					<b>13,000</b>	2

**Additional Notes:**

1 Donlin Gold LLC is a non-reporting U.S. entity. Its shares are owned 50/50 by subsidiaries of Barrick Gold Corporation and NOVAGOLD RESOURCES INC., each of which is a reporting entity under the Act. Neither Barrick Gold Corporation nor NOVAGOLD RESOURCES INC. control Donlin Gold LLC, however this report is provided in accordance with the additional guidance provided by Natural Resources Canada in August 2017 and April 2018. The fiscal year-end is November 30, 2017 for Donlin Gold LLC and NOVAGOLD RESOURCES INC. The fiscal year-end for Barrick Gold Corporation is December 31, 2017. Therefore, to enhance transparency, NOVAGOLD RESOURCES INC. has included 100% of payments made by Donlin Gold LLC in this ESTMA Report.

2 Payments made by AGC Resources Inc., a wholly-owned subsidiary of NOVAGOLD RESOURCES INC. to the State of Alaska, Dept. of Environmental Conservation, related to a closure site.

Galore Creek Partnership (GCP) is a non-reporting Canadian entity jointly owned 50/50 by Teck Resources Ltd. ("Teck") and a subsidiary of NOVAGOLD RESOURCES INC. Neither Teck nor NOVAGOLD RESOURCES INC. control GCP. The fiscal year-end is December 31, 2017 for GCP and Teck. Therefore, to enhance transparency and consistency, Teck will include 100% of payments made by GCP in its ESTMA Report.