

Extractive Sector Transparency Measures Act Report

Reporting Year From: 1/1/2016 To: 12/31/2016
Reporting Entity Name Klondex Mines Ltd.
Reporting Entity ESTMA Identification Number E094609
Subsidiary Reporting Entities (if necessary) Not applicable

Attestation: Please check one of the the boxes below and provide the required information

Attestation (by Reporting Entity)

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.

Attestation (through independent audit)

In accordance with the requirements of the ESTMA, and in particular section 9 thereof, I attest that I engaged an independent auditor to undertake an audit of the ESTMA report for the entity(ies) and reporting year listed above. Such an audit was conducted in accordance with the Technical Reporting Specifications issued by Natural Resources Canada for independent attestation of ESTMA reports.

*The auditor expressed an unmodified opinion, dated [ENTER DATE: YYYY-MM-DD], on the ESTMA report for the entity(ies) and period listed above.
The independent auditor's report can be found at [INSERT WEBLINK TO AUDIT OPINION POSTED ONLINE – link should be on same page as report link]*

Director or Officer of Reporting Entity Full Name: /s/ Barry Dahl Date: 5/30/2017
Position Title: Chief Financial Officer

Extractive Sector Transparency Measures Act - Annual Report

Reporting Year
Reporting Entity Name

From: 1/1/2016 To: 12/31/2016
Klondex Mines Ltd.

Reporting Entity ESTMA Identification Number

E094609

Subsidiary Reporting Entities (if necessary)

Not applicable

Payments by Payee

Country	Payee Name	Taxes	Royalties	Fees	Production Entitlements	Bonuses	Dividends	Infrastructure Improvement Payments	Total Amount paid to Payee	Notes
United States of America	Elko County	\$520,000.00							\$520,000.00	Average effective exchange rate = 0.7305
United States of America	NV State Dept. of Taxation	\$2,570,000.00							\$2,570,000.00	Average effective exchange rate = 0.7460
United States of America	US Federal Government			\$900,000.00					\$900,000.00	Average effective exchange rate = 0.7578 (A) (A) Bureau of Land Management = \$840,000 (A) Dept. of Homeland Security = \$10,000 (A) US Dept. of Treasury = \$50,000
										All amounts reported in Canadian dollars.
	Total	\$3,090,000.00		\$900,000.00					\$3,990,000.00	

Extractive Sector Transparency Measures Act - Annual Report

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From: 1/1/2016

To: 12/31/2016

Reporting Entity Name

Klondex Mines Ltd.

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E094609

Subsidiary Reporting Entities (if necessary)

Not applicable

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	Fire Creek	\$2,050,000.00		\$220,000.00					\$2,270,000.00	
United States of America	Midas	\$1,040,000.00		\$340,000.00					\$1,380,000.00	
United States of America	Hollister/Aurora			\$300,000.00					\$300,000.00	
United States of America	Corporate & Other			\$40,000.00					\$40,000.00	
	Total	\$3,090,000.00		\$900,000.00					\$3,990,000.00	All amounts reported in Canadian dollars.