

ARTICLES OF ASSOCIATION

— OF THE —

British Columbia Milling and Mining Company, LIMITED.

SHARES.

ARTICLE 1. Every member shall, without fee, be entitled to a certificate under the common seal of the company, specifying the shares held by him.

ARTICLE 2. If such certificate be worn out or lost (sufficient proof being given) it may be renewed. Any shareholder holding a number of shares by one certificate, and being desirous of holding such shares by two or more certificates, shall be entitled to receive such two or more certificates in exchange for the one certificate.

ARTICLE 3. The directors may, from time to time, make such calls upon the members in respect of all monies unpaid on their shares as they think fit: provided, that no call shall exceed the sum of ten cents per share at one time, nor shall calls be made oftener than once in every thirty days, and fifteen days notice in one or more newspapers at least shall be given of each call, and each member shall be liable to pay the amount of calls so made to the persons and at the times and places appointed by the directors.

ARTICLE 4. A call shall be deemed to have been made when the resolution authorizing such call was passed.

ARTICLE 5. If the call payable in respect of any shares is not paid on or before the day appointed for the payment thereof, the holder for the time being of such share shall be liable to pay interest on the same at the rate of one per cent. per month from the day appointed for the payment thereof to the time of actual payment.

TRANSFER OF SHARES.

ARTICLE 6. Shares in the company shall be transferred in the following manner. On presentation to the secretary of a certificate or certificates, properly endorsed, he shall retain such certificate or certificates and issue to the holder thereof a new certificate or certificates and make the necessary entry of transfer in the company books, but the transferor shall be deemed to be the holder of the shares until the certificate or certificates so endorsed shall have been presented to the secretary and the transfer entered in the company books as aforesaid.

ARTICLE 7. No transfer shall be recognized without the endorsement on the certificate of the transferor, properly witnessed.

ARTICLE 8. The company may decline to register any transfer of shares made by a member who is indebted to them. The transfer books shall be closed during the fourteen days immediately preceding the ordinary general meeting in each year.