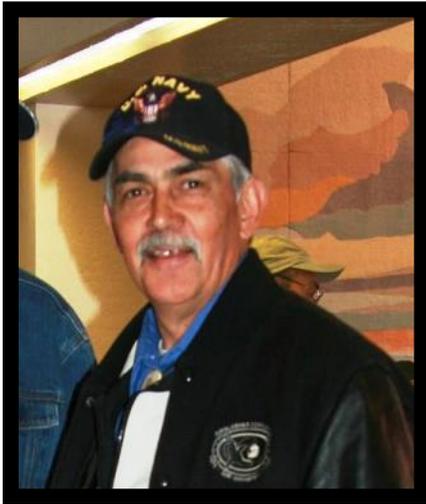




From your Chair



Aang Unangas,

It was a busy summer, catching salmon and halibut for the winter. We had a very warm summer which produced a lot of salmonberries and an early crop of blueberries. The colors are changing now signaling the approach of winter.

The 43rd Annual Shareholder Meeting took place in June, AB Rankin, Fredrick Lekanoff and myself were re-elected to the Board of Directors. I know I speak for all of us in saying we will continue to

work hard to do what's best for our Shareholders. In July

Vincent M. Tutiakoff, Sr., Chair Nicholai Lekanoff was appointed to the Board of Directors, filling the vacated seat of Sandra Moller who is now our

Director of Operations, a new position created to keep us moving forward.

Over the summer we had three new temporary laborers, Connor McCracken, Buddy Kukahiko and Josh Fernandez, they did a great job and we look forward to them coming back next summer. In addition to those three we were fortunate to have Cole McCracken and Caleb Shaishnikoff return as well. Douglas Krukoff was another temporary employee that helped the staff with many internal projects. Thank you to all of you!

The staff is busy preparing for our Shareholder Informational Meeting that will take place November 12th at the Tulalip Resort in Marysville, Washington. We look forward to seeing our Shareholders from the Pacific Northwest and other areas there.

Qagaasakung,
Vincent M. Tutiakoff, Sr.

Inside This Issue...

From your Chair	Front
From your CEO	2
From the CEO/Settlement Trust	3
Shareholder News	4-5
Memory Eternal	6
Local News/Information	7-9
Edna P. McCurdy Scholarship	10
Where Are They?	11

From your CEO—Chris Salts Sr.

Hello from Unalaska!

I hope this letter finds everyone doing well, and I look forward to the opportunity to connect with OC Shareholders here and in person during the next year. As you will see in the following article, much of the company's focus currently surrounds the proposition of a "Settlement Trust" which will be brought before you for vote in June 2017. We are very excited to bring this opportunity to the Shareholders and corporation, not only for the tax benefits that it offers, but also for the chance to secure your assets and dedicate them to you permanently and exclusively through the Trust.

Chris Salts Sr., CEO

The Board and Management of OC will be travelling to the Seattle area in November, and on November 12th will host a Shareholder Informational meeting at the Tulalip Resort in Marysville, WA. During this meeting we will personally present a summary of what was communicated during 2016's annual meeting, in addition to an initial presentation of the Settlement Trust. We will repeat this presentation to Shareholders during meetings in Anchorage and Unalaska next year prior to the June 2017 Annual meeting. Our goal is to give the Shareholders all of the information necessary for an informed vote regarding the Settlement Trust in June.

There are other exciting developments happening internally with your corporation. Sandra Moller, former Director on OC's Board, was hired this summer to fill the position of Director of Operations. With increased leasing and operations activity comes the need for additional expertise in areas Sandra specializes in, including Management and Engineering. I hired Sandra this past June to lead our operational functions and managers and have been so very pleased with the work she has done already. Nick Lekanoff was appointed by the Board of Directors to fill the vacancy left by Sandra when she resigned from the Board this year prior to becoming DOO. I've worked with Nick for many years prior in his capacity as an OC Director and welcome him back, thank you Nick for accepting the position.

This has been a very active year so far, and there is no reason to slow down now! From creating more efficiencies in the way we run our main leasing business and finding new business opportunities to communicating and preparing Shareholders for a vote upon Settlement Trust next year, all of our energy is dedicated to protecting your assets and providing continued dividend ratios that are first-rate among all Corporations, and as is referred to in OC's Mission Statement, "strengthening Unangan culture, and to become the premier village corporation."

Qagaasakung,
Chris Salts Sr., CEO

From the CEO—Settlement Trust

Diversification of risk has long been a hallmark of successfully managing assets, and it is essential to protecting the wealth a company earns. By nature of our business, concentrated in real estate located in Unalaska, much of our revenue is tied to the health of the fishing industry and fisheries. Over time, OC has executed an investment policy designed to protect the profits which are generated from those revenues in a well-diversified portfolio of stock index funds and highly rated tax-free bonds. We've also accumulated real estate outside of the Unalaska area, by way of commercial office buildings in Anchorage. The goal is to protect the Shareholders' wealth in case the local economic environment becomes weak by not putting "all of our eggs in one basket."

These types of investment strategies work well to diversify risk, but in the coming months leading up to the 2017 Annual Meeting, the Board and Management will present OC Shareholders the opportunity to vote to further protect Shareholder assets by way of a "Settlement Trust." A Settlement Trust allows ANCSA corporations, such as the Ounalashka Corporation, to permanently set aside corporate assets in a Trust whose purpose forevermore is dedicated to Shareholder distributions, i.e. dividends. Trust funds and investments would permanently be set aside for Shareholders. Earnings from Settlement Trust investment earnings would essentially be used in two ways: 1) retained for future growth of the Trust, and 2) distributed in the form of Dividends.

In other words, these Trust funds would be protected and reserved for Shareholders and the only way to remove assets from the Trust is in the form of distributions to Shareholders. If this weren't reason enough to establish a Settlement Trust, tax rates for Trust earnings are only 10%, compared to the 40% corporate rate applied to OC earnings. To put that another way, for every one dollar of earnings OC pays 40 cents in tax, the Trust would pay only ten cents on the dollar. To make things even better, any dividends paid from Settlement Trust earnings *are not taxable to Trust recipients*.

In November, the Board and Management will travel to the Seattle area to connect with Shareholders from the Pacific Northwest, and address the Settlement Trust opportunity. In the months following, leading up to the Annual Meeting in June 2017, we will host meetings in Unalaska and Anchorage regarding Settlement Trust. The goal is to give you, OC's Shareholders, all of the information you will need to vote when Settlement Trust is placed on the ballot next June. This is an important opportunity for Shareholders to make a direct impact on the Corporation and future use of company assets. I encourage each Shareholder to reach out to me or your Board of Directors to discuss this issue in the months following should you have questions or comments regarding Settlement Trust.

Sincerely,

Christopher P. Salts, Sr.
Chief Executive Officer

Shareholder News



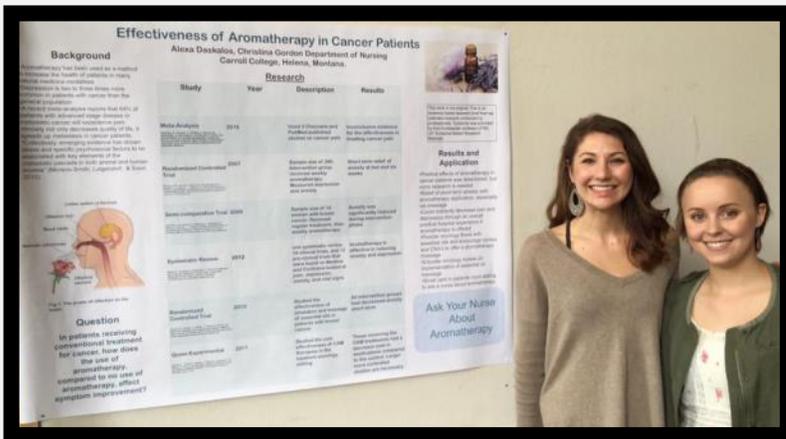
My name is Jana V. Lekanoff, I am an anthropology and Alaska Native Studies student at the University of Alaska Anchorage. I am also a Shareholder and a recipient of the Edna P. McCurdy Scholarship Foundation. The Ounalashka Corporation has served as my community partner as I research my project, Place Names of Unalaska Island. With this project I am hoping to create an online map resource that includes personal oral histories, local knowledge of environment, as well as cultural information from archival materials. Through the process of gathering and making this information available easily online, I am seeking to create and strengthen Unangan identity and cultural revitalization.

The final format of my project is an accessible and online map of Unalaska that includes information about place names in Unangan Tunuu, the Unangan indigenous language, the colonial language of Russian, as well as the now dominant language of English. The online map resource is available at unalaskaplacenames.commons.alaska.edu/. The project has evolved from focusing

simply on geographic places and the scope of my research has grown to incorporate visual media, both traditional and contemporary oral histories, in addition to other cultural information like myth and natural resource management.

The incorporation of oral histories from elders and local traditional land users is central to my project. I am planning to collect oral histories from Unangan elders as well as other traditional land users in Unalaska this summer. Please let me know if you would be interested in incorporating your local knowledge about local places and resources with the Place Names of Unalaska Island project by emailing me at jana.lekanoff@gmail.com!

I would like to thank the shareholders and employees of the Ounalashka Corporation and CEO Chris Salts and Executive Assistant Lydia Gordon, in particular, for their feedback and support of my project over the last semester! Qāgaasakung!



My name is Christina Gordon, I am a nursing student at Carroll College in Helena, Montana. I am a Shareholder and a recipient of the Edna P. McCurdy Scholarship Foundation. The Evidence Based Practice brief my partner and I wrote explored the effectiveness of aromatherapy in oncology patients. We analyzed a number of studies to determine if the use of essential oils reduces pain, depression, and anxiety. We came to the conclusion that aromatherapy may be a cost effective way to increase the quality of life of oncology patients by decreasing depression and anxiety. More evidence is needed to support the use of aromatherapy for pain

relief. We presented our findings at the Carroll College Student Undergraduate Research Festival, and to the oncology unit at St. Peter's hospital in Helena, Montana.

The 2016 Theme to the First Alaskans Institute (FAI), "Adapt, Unite, and Achieve" was submitted by Douglas G. Krukoff, Shareholder and Edna P. McCurdy scholarship recipient of Unalaska. The FAI is in conjunction with AFN—the Alaska Federation of Natives conference. Congratulations to Douglas and to the 2016 Aleutian Chain Statewide Alternate Youth Council Member Trevor Schliebe of Unalaska!

Shareholder News



Everything that I learned at UW-Superior, all of the memories I made, and the connections I formed, I sincerely owe it to the Edna P. McCurdy Scholarship Foundation. The foundation has made all of this possible for me, and you have assisted me in becoming the person I have always wanted to be. I can't say thank you enough for everything that the organization has done for me over the past four years of my life.

As I move on to the next chapter in my book, I will never forget how the Edna P. McCurdy Scholarship Foundation has shaped me and provided me with the tools I needed to get here today. I will forever hold this organization close to my heart, and will continue to take pride in my Aleut heritage.

Thank you so much from the bottom of my heart.

Sincerely,

Caleb L. Peter Dushkin



"In June 2016 I graduated from Western Washington University with a B.S. in Environmental Science and a B.A. in Music. The generous support from the Edna P. McCurdy Scholarship Foundation made my education at WWU possible. With their continued help, I am now a first year graduate student at University of Alaska Fairbanks, working towards an M.S. in Oceanography. I am honored and very fortunate to have the support of the Ounalashka Corporation and the Scholarship Foundation!"

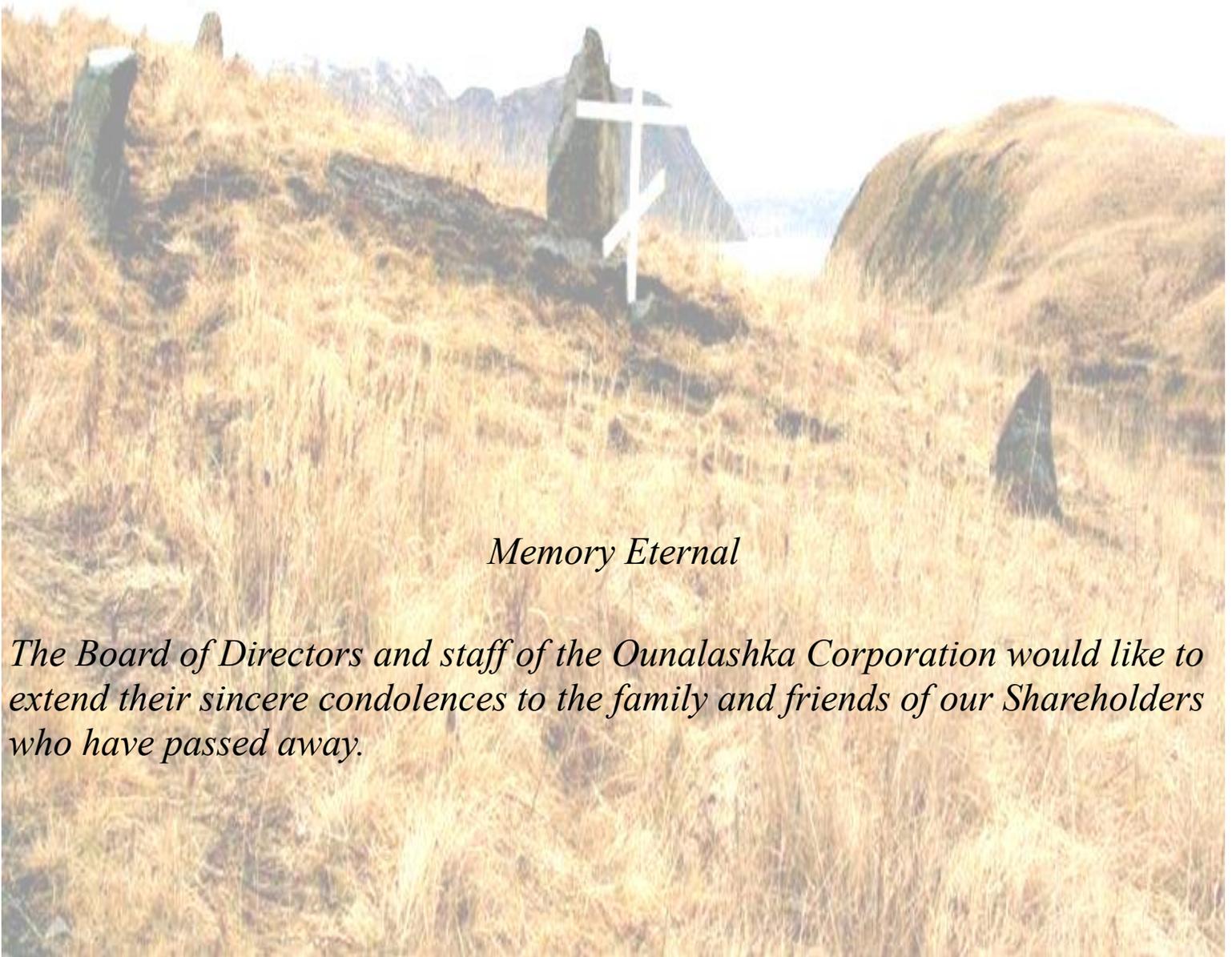
Rachel Lekanoff

Memory Eternal

Michael Lekanoff
Nina Nellie Bereskin
Constantine “Kusta” Lekanoff, Jr.
Stephan “Buttons” Hapoff

Memory Eternal

The Board of Directors and staff of the Ounalashka Corporation would like to extend their sincere condolences to the family and friends of our Shareholders who have passed away.



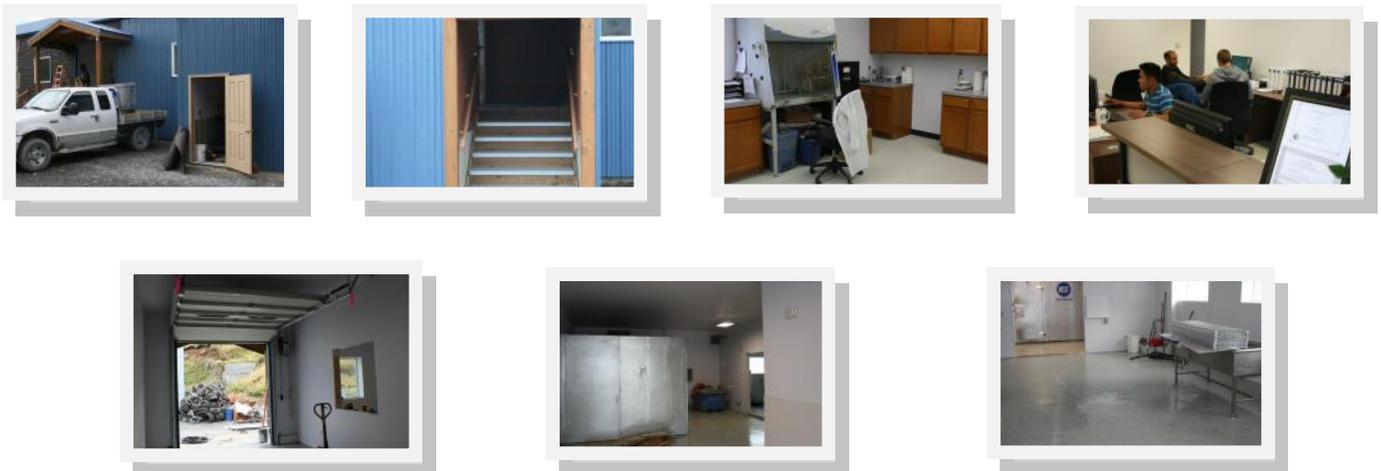
Local News

43rd Annual Shareholder Meeting



We had another great turnout for our Shareholder Annual Meeting in June. Tiny and Nellie Bereskin chat with Chairman, Vincent M. Tutiakoff Sr., Boris Galaktianoff enjoys a cup of coffee before the meeting starts, Terry Turner shows off his retirement gift from the Board of Directors, Sergie Krukoff won a print by Carolyn Reed, OC Staff signing in Shareholders, Shareholders listen intently to Board members, OC Staff posing at the dinner, guest speaker Ilidor Philemoff gave a great speech, Mercedes Caudillo and Dan Rich carry the flag during the flag ceremony, thank you Dan Rich for your service.

The Bowling Alley, now known as Building 443 welcomes its newest tenant NSF/Surefish. NSF/Surefish is a testing laboratory company that services the local fishing industry and water supply. OC is excited that they have occupied this space in the renovated building with their laboratory and offices.



Shareholder Information

OC's Mission Statement

To continue as a prosperous corporation through excellence in education and management, to benefit Shareholders thereby strengthening Unangan culture, and to become the premier village corporation.

www.ounalashka.com

Keep up with current News & Events.
Find answers to questions you might have.
Shareholders, download forms for
Direct Deposit, Stock Gifting and Stock Will.
Look at the many photos of our scenic town,
Annual Meetings or Camp Qungaayux.

Changing Your Shareholder Record

OC must have a signed change of address to modify your shareholder record. If your name has been legally changed, please send a copy of either the marriage certificate, divorce decrees or Social Security card with the new name. Send your changes with attention to Shareholder Affairs to:

Ounalashka Corporation
PO Box 149
Unalaska, Alaska 99685-0149

We thank all of those shareholders who keep OC up to date.

Shareholder Information

Burial Assistance

The Ounalashka Corporation's Board of Directors empathizes with families dealing with the final expenses of a loved one that has passed on. At a regular meeting in September 2006, OC's board approved a policy to help with some of those expenses when the deceased is an Ounalashka Corporation Shareholder.

In October 2014 the Board of Directors voted to double the amount of assistance received by it's shareholders. In order to promote the welfare of shareholders of the Ounalashka Corporation, burial assistance may be provided to defray final expenses of deceased shareholders in an amount up to \$2,000.

Please contact OC offices at (907) 581-1276 or by e-mailing dirks@ounalashka.com to request an application, you may also obtain an application online at www.ounalashka.com.

Last Will and Testament

The Ounalashka Corporation would like to encourage all of it's Shareholders, to complete and submit a Last Will and Testament form for Ounalashka Corporation Stock.

You can find the forms by going to our website: www.ounalashka.com.

If you have any question do not hesitate to contact: Rachel Jolliffe at (907) 581-1276 or by e-mailing dirks@ounalashka.com.

Estate Settlement/Wills

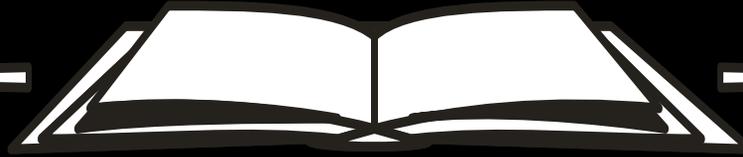
Alaska law provides that Ounalashka Corporation stock is subject to special probate or estate settlement procedures. OC is required to determine the proper heirs of OC stock in accordance with any valid will the shareholder may have executed that is applicable to the stock, or—if no such will exists—under Alaska laws on intestate succession.

A copy of a shareholder's will, which includes provision for his or her OC stock, should be on file with the OC Shareholder Affairs Department. OC has a simple form available that applies only to OC stock. Alternatively, disposition of OC stock can be effected through the provisions of a general will by including language specifically disposing of the stock. A shareholder may consult an attorney regarding an appropriate will for individual circumstances. Please contact the OC Shareholder Affairs Department with questions.

Gifting Shares

The Alaska Native Claims Settlement Act (ANCSA) permits ANCSA stock to be transferred as a gift from a holder to siblings or lineal descendants (child, grandchild, great-grandchild, niece, nephew), if the holder has reached the age of majority (18). The recipient of shares transferred by such a gift must be a Native or a descendant of a Native who is related by blood or adoption and not simply by marriage.

Information concerning the gifting process is available at the OC Shareholder Affairs Department.



Edna P. McCurdy Scholarship Foundation

Fall 2016 Recipients:

Celeste Kukahiko— University of Alaska, Anchorage

Christina Gordon—Carroll College

Douglas Krukoff—The George Washington University

Hailey Pasley—Indiana University Southeast

Iliodor Philemonoff III—University of Alaska, Anchorage

Jana Lekanoff—University of Alaska, Anchorage

Kanesia Price—Western Washington University

Morgan Bland— Colorado State University

Rachel Lekanoff—University of Alaska, Fairbanks

Shane Moller—Fort Lewis College

Taytum Robinson—University of Hawaii at Manoa

Ashley Swetzof—University of Wisconsin, Superior

Buddy Kukahiko—University of Alaska, Fairbanks

Courtney Werner—Lower Columbia College

Erin Gillespie—Chapman University

Grant Hope—UNC Kenan-Flagler Business School

Marina Shapsnikoff—Hawai'i Pacific University

Sarah Schroeder—Fort Lewis College

Siri Gillespie—Widener University

Tanner Leggett—Lower Columbia College

Tiera Schroeder—Fort Lewis College

The Edna P McCurdy Foundation exists to assist in providing education for OC's shareholders and descendants, if you're considering pursuing a course of study visit our website, www.ednapmccurdy.com or contact us at (907) 581-1276.



Back row: Okalena Patricia Lekanoff-Gregory, Fredrick C. Lekanoff, Sandra Moller, Dennis Robinson, Janice L. Krukoff, Vincent M. Tutiakoff Sr.
 Front row: A. Barbara Rankin, Lois A. Burrece, Margaret A. Lekanoff

IFHS Clinic Board Representative:

The Ounalashka Corporation appoints two members to the Iliuliuk Family and Health Service (IFHS) Board, we have one vacancy and are looking for interest from our Unalaska shareholder community. Please contact D. Tyrell McGirt at: 581-1297 or via email dtyrell98@gmail.com to arrange a meeting to discuss what serving on the IFHS Board entails.

Ounalashka Corporation Board of Directors

- Lois A. Burrece
- Okalena Patricia Lekanoff-Gregory
- Janice L. Krukoff
- Fredrick C. Lekanoff
- Nicholai E. Lekanoff
- Margaret A. Lekanoff, Secretary/Treasurer**
- A. Barbara Rankin, Vice President**
- Dennis Robinson
- Vincent M. Tutiakoff, Sr., Chair**

Staff

- Chris Salts, Sr., CEO
- Sandra Moller, DOO
- Richard Miller, COO
- Catherine ‘Eren’ Fernandez, Senior Accountant
- Rachel Jolliffe, Accounting/Shareholder Affairs
- Helen Brown, Receptionist
- Lydia Gordon, Executive Assistant/Board Secretary
- Aqualina Bereskin, WWII Visitor Center Clerk
- Denise M. Rankin, Property & Leasing Manager
- Maricel Tungul, Records Clerk & Leasing Assistant
- David Gregory, Technical Lands Manager
- Mike Ehlhardt, Operations & Maintenance Supervisor
- Emil W. Berikoff, Jr., Maintenance
- Wagner Lekanoff, Maintenance
- Eliseo “Bong” Orteza, Maintenance
- Paula Jacobsen, Land Security Officer

Where’d They Go?

The following shareholders have had their mail returned to OC:

- Michelle DeFevers
- Jarona Killbear
- Ignaty Mercurieff
- James Nauska
- Ernest Sifsof
- Muriel Tumblo

If you see these folks, please ask them to mail us their new address and signature, fax a change of address to: (907) 581-1496 or email it to dirks@ounalashka.com.



The Eider
Printer

Unalaska, AK 99685

PO Box 149

