



**NOTICE AND MANAGEMENT PROXY CIRCULAR
FOR THE SPECIAL MEETING OF LIMITED PARTNERS OF**

**NORTHERN PRECIOUS METALS 2012 LIMITED
PARTNERSHIP**

**TO BE HELD ON
JULY 23, 2015**

Notice of Special Meeting of Northern Precious Metals 2012 Limited Partnership

NOTICE IS HEREBY GIVEN THAT a special meeting of the limited partners (the "Limited Partners") of Northern Precious Metals 2012 Limited Partnership (the "Partnership") will be held at 1500 Robert Bourassa Blvd, 7th Floor, Montreal, Quebec H3A 3S8 at 10:00 a.m. (Eastern Standard Time) on Thursday, July 23, 2015 (the "Meeting"), for the following purposes:

1. To consider, and if thought advisable, to pass a resolution approving an amendment to Article 14 of the Limited Partnership Agreement dated as of May 1, 2012, as amended and restated on June 14, 2012, on February 28, 2014 and on October 29, 2014 to provide for the extension of the term of the Partnership from a date that is July 31, 2015 to a date that shall not be later than March 31, 2016 (the "Extraordinary Resolution"); and
2. To transact such other business as may properly come before the Meeting or any adjournment thereof.

The management proxy circular enclosed herein provides detailed information on the items that will be brought before the Meeting and is therefore to be considered as forming a part of this notice.

Montréal, June 22, 2015.

**By order of the Board of Directors of
Northern Precious Metals 2012 Inc.,
in its capacity as General Partner of
NORTHERN PRECIOUS METALS 2012
LIMITED PARTNERSHIP**

(signed) Jean-Guy Masse

President and Chief Executive Officer

Limited Partners may exercise their rights by attending the Meeting or by completing a proxy form or by voting by telephone or internet. Those who are unable to attend the Meeting in person or vote by telephone or internet are urged to complete and return to the Partnership's transfer agent, Computershare Investor Services Inc. ("Computershare"), the enclosed form of proxy before 5:00 p.m. (Eastern Standard Time) on Tuesday, July 21, 2015. A person appointed as proxy need not be a Limited Partner of the Partnership. For any additional information concerning this matter, please contact Computershare by phone at no charge to 1-800-564-6253 or by fax to 1-888-453-0330 (within North America) or 1-416-263-9394 (outside North America) or by e-mail at services@computershare.com.

Notice is also hereby given that the board of directors of the General Partner has fixed the record date for the Meeting at the close of business on June 22, 2015 (the "**Record Date**"). Only holders of Units as of the Record Date are entitled to receive notice of the Meeting. Limited Partners of the Record Date will be entitled to vote their Units at the Meeting.

NORTHERN PRECIOUS METALS 2012 LIMITED PARTNERSHIP

MANAGEMENT PROXY CIRCULAR

June 22, 2015

This Management Proxy Circular (the "**Management Proxy Circular**") is furnished by Northern Precious Metal 2012 Inc. (the "**General Partner**"), the general partner of Northern Precious Metals 2012 Limited Partnership (the "**Partnership**") in connection with the solicitation of proxies to be used at the special meeting (the "**Meeting**") of the limited partners (the "**Limited Partners**") to be held on July 23, 2015 at 10:00 a.m. (Eastern Standard Time) at 1500 Robert Bourassa Blvd, 7th Floor, Montreal, Quebec H3A 3S8 and at any adjournment or postponement thereof for the purposes set forth in the accompanying Notice of Special Meeting. This Management Proxy Circular sets forth the relevant information about the items of business proposed to be transacted at the Meeting which a Limited Partner should know before making a decision with respect to voting on such items of business.

You will have received a form of proxy from the Partnership's transfer agent, Computershare Investor Services Inc. ("**Computershare**"). **Complete, sign and mail your form of proxy or if you prefer to submit the form by way of telephone or Internet, follow the instructions on the form to that effect.**

PROXY VOTING

Who is soliciting my proxy?

The enclosed form of proxy is being solicited by the General Partner on behalf of the Partnership in connection with a special meeting of the Limited Partners and the associated costs will be borne by the Partnership. The solicitation of proxies will be primarily by mail, but may be by telephone or other personal contact by officers and directors of the General Partners, such officers and directors receiving no compensation therefore.

How do I vote?

You may vote in person at the Meeting or you may vote using the telephone or internet according to the instructions in the enclosed form of proxy, or you may sign the enclosed form of proxy appointing the named persons or some other person you choose, who need not be a Limited Partner, to represent you as proxyholder and vote your Units at the Meeting.

What if I plan to attend the Meeting and vote in person?

If you plan to attend the Meeting on July 23, 2015 and wish to vote your Units in person at the Meeting, do not complete or return the form of proxy. Your vote will be taken and counted at the Meeting. Please register with the transfer agent, Computershare, upon arrival at the Meeting.

What am I voting on?

Limited Partners are voting on a resolution approving an amendment to Article 14 of the Limited Partnership Agreement dated as of May 1, 2012, as amended and restated on June 14, 2012, on February 28, 2014 and on October 29, 2014 (the "Partnership Agreement") to provide for the extension of the term of the Partnership from a date that is July 31, 2015 to a date that shall be no later than March 31, 2016 (the "Extraordinary Resolution"). Please refer to the heading "Agenda for Limited Partners Meeting".

What if I sign the form of proxy enclosed with this Management Proxy Circular?

Signing the enclosed form of proxy gives authority to Jean-Guy Masse, President and Chief Executive Officer, and Marcel Bergeron, Chief Financial Officer, of the General Partner, or Benoit Gascon, Partner, Miller Thomson LLP, or to another person you have appointed, to vote your Units at the Meeting.

Can I appoint someone other than the above officers to vote my Units?

Yes. Write the name of this person, who need not be a Limited Partner, in the blank space provided in the form of proxy. It is important to ensure that any other person you appoint is attending the Meeting and is aware that he or she has been appointed to vote your Units. Proxy holders should, upon arrival at the Meeting, present themselves to a representative of Computershare.

What do I do with my completed proxy?

If you do not vote by telephone or internet, return your proxy to Computershare, 1500, University, 8th Floor, Toronto, Ontario, M5J 2Y1, no later than 5:00 p.m. (Eastern Standard Time) on Tuesday, July 21, 2015. This will ensure that your vote is recorded.

If I change my mind, can I take back my proxy once I have given it?

Yes. If you change your mind and wish to revoke your proxy, prepare a written statement to this effect. The statement must be signed by you or your attorney as authorized in writing or, if the Limited Partner is a corporation, under its corporate seal or by an officer or attorney of the corporation duly authorized. This statement must be delivered at the above-mentioned registered office of Computershare, at any time up to and including the last business day preceding the day of the Meeting, or any adjournment thereof, at which the proxy is to be used, or with the Chairman of the Meeting on the day of the Meeting or any adjournment thereof, and upon either of such deposits the proxy is revoked.

How will my Units be voted if I give my proxy?

The persons named on the form of proxy must vote or refrain from voting your Units, or must vote for or against the matters on the agenda, in accordance with your directions, or you can let your proxyholder decide for you. **In the absence of such directions, proxies received by management will be voted in favour of the Extraordinary Resolution.** Please refer to the heading "**Agenda for Limited Partners Meeting**".

What if amendments are made to these matters or if other matters are brought before the Meeting?

The persons named in the form of proxy will have discretionary authority with respect to amendments or variations to matters identified in the enclosed form of proxy and with respect to other matters which may properly come before the Meeting. As of the time of printing of this Management Proxy Circular, management of the General Partner knows of no such amendment, variation or other matter expected to come before the Meeting. If any other matters properly come before the Meeting, the persons named in the form of proxy will vote on them in accordance with their best judgment.

Who counts the votes?

The Partnership's transfer agent, Computershare, counts and tabulates the proxies. This is done independently of the Partnership to preserve the confidentiality of individual Limited Partners votes. Proxies are referred to the General Partner only in cases where a Limited Partners clearly intends to communicate with management or when it is necessary to do so to meet the requirements of applicable law.

If I need to contact the transfer agent, how do I reach them?

For general Limited Partners enquiries, you can contact the transfer agent by mail at:

Computershare Investor Services Inc.
100, University
8th Floor
Toronto, Ontario M5J 2Y1

or by telephone:
1-800-564-6253

or by email:
at services@computershare.com

or by fax:
within North America at no charge to 1-888-453-0330 or outside North America to 1-416-263-9394.

VOTING SECURITIES AND PRINCIPAL HOLDERS OF VOTING SECURITIES

As of the date hereof, there are 4,609 Units of the Partnership issued and outstanding, each of which is entitled to one vote at the Meeting. Only Limited Partners registered at the close of business on June 22, 2015 (the "Record Date") are entitled to receive notice of and to vote at the Meeting.

To the knowledge of the management of the General Partner, at the date hereof, no person holds, directly or indirectly, nor exercises control or direction over Units carrying more than 10% of the voting rights attached to all Units of the Partnership. A quorum at the Meeting will consist of two persons, neither of which is the General Partner, present in person at the Meeting holding or representing by proxy 1% or more of the Units outstanding.

AGENDA FOR LIMITED PARTNERS MEETING

Extraordinary Resolution

The Meeting will be held for the purposes of approving the Extraordinary Resolution attached as Schedule A.

The General Partner has the right to revoke or postpone the implementation of the Extraordinary Resolution at its discretion.

Unless directed to the contrary, the persons named in the enclosed proxy intends to vote FOR the Extraordinary Resolution.

The Extraordinary Resolution is an alternative to the dissolution of the Partnership, which will otherwise occur at 11:59 p.m. (Eastern Standard Time) on July 31, 2015, and it is intended to provide Limited Partners enhanced liquidity and the potential for better performance. The General Partner has determined that, based on current market factors and the prospects of the issuers in which the Partnership holds securities, it is beneficial, from the point of view of the Limited Partners, for the Partnership to extend its term.

In the event the Extraordinary Resolution is not approved by the Limited Partners at the Meeting, the Partnership will be dissolved at 11:59 p.m. (Eastern Standard Time) on July 31, 2015 in accordance with the terms of the amended Partnership Agreement. In such circumstances, the General Partner or its designee will ensure that, to the extent practicable, the assets of the Partnership are converted to cash or distributed to Limited Partners pro rata to their respective interest in the Partnership or a combination of both these possibilities.

<p>There is no guarantee that the extension of the term of the Partnership will provide better performance to the Limited Partners.</p>

Recommendation of the General Partner

The Board of Directors of the General Partner, on behalf of the Partnership, has unanimously determined that the extension of the term of the Partnership is in the best interests of the Limited Partners. The General Partner recommends that the Limited Partners vote in favour of the Extraordinary Resolution for the following reasons:

1. The market for junior issuers has, throughout the first half of 2015, not performed to the expectations of the General Partner as the market for the junior resource sector has been relatively quiet while the price of gold expressed in Canadian dollars, which stood at Cdn\$1,470 per ounce compared to US\$1,180 on May 31, 2015 is a fairly good price for Canadian gold companies operating in Canada which compose most of the Partnership's portfolio.
2. In recent weeks, several reputed research analysts and influential portfolio managers have turned positive on the mining sector. They believe that small and mid-cap mining companies are better positioned to materially grow production and replace depleting resources. As a result, they recommend accumulation of mining stocks to greatly benefit from an early-stage recovery. They are seeing a confluence of supportive factors such as macro improvement in the developed world, capex rolling over the next few years, cost declining as producers push back on labor and equipment costs as well as signs of revenue improving. They all point out that the sector is significantly under-owned and attractively valued; hence, they are encouraged that the sector will now feature increasingly on the investors' radar.
3. At present, factors that are considered negative for gold by most major U.S. banks have already been discounted in the gold market place, namely the eventual possibility of higher U.S. federal rates resulting in a rising U.S. dollar including a potential last minute agreement between the European Union and Greece.

However, what has not yet been discounted in the market place is the magnitude of the negative impact higher federal rates and a rising U.S. dollar would have on exports, quarterly corporate earnings, the overall economy and, finally, the U.S. stock market. While a market correction might influence investors to shift some financial assets out of the U.S. stock market back into gold, a rising US dollar would further depreciate the Canadian dollar to a level anywhere close to US\$0.75. So, even if the price of gold was to trade in a range of US\$1,100 to \$1,200 during the next twelve months, which is viewed as pessimistic by most forecasters, the Canadian gold industry would still benefit by receiving a price ranging anywhere between Cdn\$1,450 and \$1,600. A Greek exit from the euro zone would be a bonus.

This scenario should be viewed as extremely positive for the Canadian gold sector. In such a context, most Canadian gold producers should be reporting higher earnings in the quarters ahead considering, in addition, that they have all been working aggressively on cost reduction in recent past. As a result, Canadian gold producers are also expected to accelerate merger and acquisition activities in the coming quarters which are very

positive for the gold industry as well as for the Partnership's portfolio. Recent merger and acquisition activities leave a good feeling that the Canadian market for gold stocks is awakening.

4. Dissolution on July 31, 2015 could result in Limited Partners being issued odd lots of junior issuers, which might be difficult to dispose of and the costs associated therewith high, thereby dampening the investment return.
5. Finally, several holders of units have asked the General Partner to seek the amendment to the Partnership Agreement.

The Extraordinary Resolution requires the approval of not less than 66 2/3 % of the votes cast by the Limited Partners represented in person or by proxy at the Meeting.

ADDITIONAL INFORMATION

Additional information relating to the Partnership is available on the website at www.npmfunds.com. Financial information is provided in the Partnership's financial statements for the fiscal year ending December 31, 2014 and Management Report of Fund dated June 8, 2015, a copy of which may be obtained on request to the General Partner at 1000 De La Gauchetière West, Suite 3700, Montreal, Québec H3B 4W5. The Partnership may require the payment of a reasonable charge when the request is made by someone other than a Limited Partner.

APPROVAL OF CIRCULAR

The board of directors of the General Partner has approved the contents of the Management Proxy Circular and its sending to the Limited Partners.

Montréal, Québec, June 22, 2015

**By order of the Board of Directors of
NORTHERN PRECIOUS METALS 2012 INC., in
its capacity as General Partner of
NORTHERN PRECIOUS METALS 2012
LIMITED PARTNERSHIP**

Per: (signed) Jean-Guy Masse
Jean- Guy Masse, President and Chief
Executive Officer

SCHEDULE "A"

EXTRAORDINARY RESOLUTION OF LIMITED PARTNERS

OF

**NORTHERN PRECIOUS METALS 2012 LIMITED PARTNERSHIP
(the "Partnership")**

APPROVING THE EXTENSION OF THE TERM OF THE PARTNERSHIP

BE IT RESOLVED THAT:

1. Northern Precious Metals 2012 Inc. (the "**General Partner**"), in its capacity as general partner of the Partnership and on behalf of the partners of the Partnership, is hereby authorized to amend Article 14 of the Limited Partnership Agreement dated as of May 1, 2012, as amended and restated on June 14, 2012, on February 28, 2014 and October 29, 2014 and governing the Partnership (the "**Partnership Agreement**") in order to extend the term of the Partnership before its dissolution from July 31, 2015 to a date that is no later than March 31, 2016;
2. Any one director or officer of the General Partner, in its capacity as general partner of the Partnership, is hereby authorized and directed to do all such acts and things and sign all such documents and instruments as he or she may consider necessary or desirable to give effect to the purpose and intent of this resolution including, without limitation, all conveyances and other instruments necessary to reflect the amendment to the Partnership Agreement; and
3. Notwithstanding the provisions hereof, the General Partner is hereby authorized to delay or determine not to proceed with the implementation of any of the matters contemplated by the foregoing resolution and the Management Proxy Circular at any time, without further approval of the Limited Partners, if in the opinion of the General Partner it is necessary or advisable to do so.