

Northern
Precious Metals Funds



Northern Precious Metals 2010 Limited Partnership

Update Report

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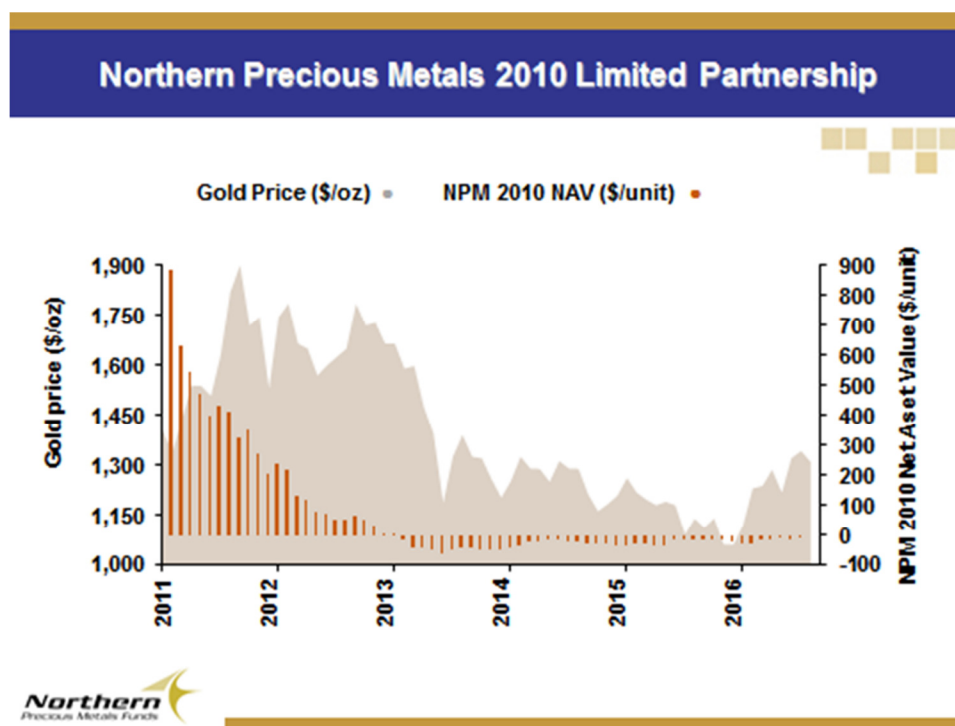
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Northern Precious Metals 2010 Limited Partnership

Management Report

Investor Update

The chart below illustrates the progression of the net asset value of the Northern Precious Metals 2010 Limited Partnership (« the Partnership ») compared to the price of gold since its inception in December 2010.



As shown on the chart above, the Partnership's portfolio, which had a high gold content, steadily declined in the first two years of its existence even though the price of gold itself hit and remained around its all-time record high of \$1,900 per ounce.

Needless to say that, in this unusual market context which caused a substantial reduction in trading volume, only moderate selling was performed with the proceeds used mainly to reduce the bank loan. During that period, the General Partner advanced funds to the Partnership at low interest rates and with no terms of repayment to pay for some general administrative and operating expenses. The General Partner was confident that these advanced funds were secured and would provide a positive leverage impact on the portfolio when stock prices would finally catch up with the price of gold. But by early 2013, it was the price of gold which finally and unexpectedly caught up with stock prices, causing additional extreme downward pressure on the value of the portfolio and, consequently, placing the Partnership into the difficult position of having to face negative net asset value.

Fortunately, the General Partner had made the decision to dissolve the Partnership on December 21, 2012 in order to completely eliminate all general administrative and operating expenses and to continue the liquidation after the date of December 30, 2012 in, hopefully, a better market environment.

However, as the mining sector has remained out of favor for quite a long time, the only action warranted since 2013 was to use some short upside market opportunities to eliminate the long term loan to the bank which, in fact, has been quite comprehensive given the circumstances and to reduce the advanced funds from the General Partner which are bearing no interest while offering some positive upside leverage.

While the year 2015 saw prices for most minerals finally hit multi-year lows, the year 2016 would certainly be recognized for marking the end of a most difficult five-year bear market. As for the year 2017, to date, it indicates and may soon confirm that the recovery for mining equities is now underway.

Northern Precious Metals 2010 Limited Partnership

Portfolio Overview

December 31, 2016

Holdings	% of total
Mineral Mountain Resources Inc.	42.2%
Fortune Bay Corp	19.9%
Bonterra Resources Inc.	19.2%
Kneat Inc.	9.6%

(1) Excludes other net assets (liabilities).

The portfolio overview may change because of transactions by the Partnership. A quarterly update is available.

Caution Regarding Forward-looking Statements

Certain portions of this report may contain forward-looking statements. Forward-looking statements include statements that are predictive in nature. Any statement that may be made concerning future performance, strategies or prospects and possible future action by the Partnership is also a forward-looking statement.