



Chitina Native
Corporation

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November 27, 2006

Letter from the President/CEO

Dear Chitina Shareholder:

Chitina Native Corporation continues to develop O'Brien Creek. Although the flooding this fall may have caused some damage to the land, we are still continuing our plans to improve the recreational aspects of the area and put in official campsites. The O'Brien Creek Store was untouched by the flooding and is scheduled to reopen in conjunction with the summer recreational season.

David Finnesand and Arleen Lenard were seated following the continued shareholder meeting at the Millennium Hotel. Both have been very beneficial to the success at O'Brien Creek.

Chitina Native Corporation will be looking at additional repairs at the RV park due to the flooding but feel damage is minimal and we will be able to have the RV park up and running again this summer. Work on the repairs and landscaping will begin in the Spring of 2007.

Chitina Native Corporation will once again be hosting an Open House. Please be sure to attend. This is your best opportunity to meet your board and relay your ideas and concerns. The Board looks forward to seeing you there.

Sincerely,
Anne Thomas
President/CEO

OPEN HOUSE

The Chitina Native Corporation (CNC) Board of Directors was happy to see last year's open house so well attended by shareholders. It is always enjoyable to meet with shareholders and get their ideas and comments.

This year's Open House will be held at the Howard Johnson Plaza Hotel, 239 West 4th Avenue, Anchorage on December 9, 2006, between the hours of 3:00 p.m and 6:00 p.m. The Board of Directors is looks forward to another great time of socializing with shareholders. Please plan to attend.

Mission Statement

Chitina Native Corporation has accepted the following as its Mission Statement.

Build Chitina Native Corporation into a stable profitable company that is recognized as a competent dependable and trustworthy company.

Provide benefits to our Shareholders in the form of jobs, elder assistance, and scholarships for our youth.

Protect and preserve our unique traditional lifestyle our culture and preserve our language.

Protect access to our traditional hunting and fishing subsistence rights.

Protect the land and resources for our village and region.

Position the company to be competitive and take advantage of opportunities in our village, our region, our state, and our country.

Website

Howard Darling was hired to build a website for Chitina. One of the website pages will be entitled History. If you have pictures that you think would depict Chitina traditional lifestyle and culture or Chitina ancestors, please feel free to submit them to the corporate office for possible use on the website. Be sure to keep copies for yourself.

Business Consulting

Emil Notti of the ENOCO Consulting Firm conducted the business planning session for the Board of Directors. At that meeting, the Board of Directors drafted a Mission Statement which was accepted at the October 14, 2006. Board of Directors' meeting.

ENOCO will be available in the coming year to consult with on business planning for 2007.

O'Brien Creek

Chitina Native Corporation has purchased an ATV. It will be used by the Trespass Officer to patrol Chitina lands.

This year the Copper River was high most of the summer during the fishing season, which makes dipping for the fish very hard to do. The fees at O'Brien Creek are way down from last year. We sold approximately 100 permits. Also the flooding that occurred in October did quite a bit of damage to just the land at O'Brien Creek. The Store was not touched by the flooding.

O'Brien Creek Store

This year the O'Brien Creek Store had a slow season, as the fishing was slow, poor weather and a late start on opening. We had great employees who worked with the experimental hours and were able to find out what the customers were looking for (ice, snacks, microwaveable food and fishing gear). Taral Enterprise is now being advertised in the Bear Foot Travel Guide, The Mile Post, and at the Glennallen and Chitina Chamber of Commerce. This will get the word out for those travelers traveling to Chitina to know where the O'Brien Creek Store and the Wrangell View R.V. Park are located for their future conveniences.

Taral Enterprises, LLC

Taral Enterprises had a good start up this year, with the opening of a couple of new businesses. These businesses were the O'Brien Creek Store that was opened up July of 2006 and our new ATM that we purchased and put in Copper Center this summer. These businesses will help us capture some of the tourist income that passes through Chitina and Copper Center every year.

With this in mind, we have started to plan for the future of Taral Enterprises, we will be checking into some new ways of producing capital for Taral Enterprises, LLC, and CNC.

Taral Enterprises will look into expansion of our RV Park to accommodate more RVs as they begin to travel more to Chitina and developing a parking lot/camping area to enable tourists access to additional overnight camping on the O'Brien Creek Road. It would be nice to put in a well to have showers and a laundromat available to the fishermen and tourists. In addition, we will also be considering putting an ATM in Chitina. All this will help increase Taral Enterprise, LLC, capital.

Recently we had some flood damage that occurred in early October when 5-mile Creek overflowed and almost washed away Wrangell Mountain RV Park, the flood took out about 300 feet of land behind the RV Park. We were able to save the generator building and fuel tank, thanks to some locals that brought out some equipment to help. Dan Stevens was able to capture this disaster on film and you can watch it at our Annual Open House being held at the Howard Johnson Hotel on 3rd Ave on December 9th in Anchorage. The flood damaged our well, so we will have to look into putting in a new

well. We are considering adding a new RV Park near Town Lake where we have water, septic and electricity already in place, accommodate increasing RV traffic.

Taral Enterprises, LLC looks forward to seeing its shareholders at the CNC's Open House and I would be happy to answer any questions at that time.

At the last Taral Enterprises, LLC Board of Directors meeting on November 18, 2006 they hired a Chitina Shareholder, Arleen Lenard as General Manager. If you need to contact her you can leave a message for her at the Chitina Native Corporation Office. 907-823-2223.

RV Park

The R.V. Park has done well this season - campers parked almost every night and full one night. We sold approximately 110 permits. Flooding in October did some damage other than to the land: Five Mile Creek flooding almost took the generator shed out. As previously stated, Dan Stevens and crew were successful in moving it before it went downstream.

Chitina Electric, Inc.

Chitina Electric, Inc. is still going forward with the Power System Upgrade. In September of 2006 Chitina Electric received a 65% design drawings for Chitina Distribution upgrades required to connect the proposed new generation module to the existing community electrical system.

If you have any questions on this upgrade please talk to Chitina Electric, Inc.'s General Manager, Martin Finnesand at the Chitina Shareholder's Open House on December 9th.

AFN Highlights

AFN Votes: At the Ahtna Caucus, a motion was made to change the voting for AFN shares to the number of shares purchased. Chitina's 10 purchased votes will now be recognized by Ahtna. The motion will be ratified at the 2007 Ahtna Annual Shareholders Meeting.

Resolutions: Resolutions were passed on Subsistence, Culture, Education, Economic and Climate Change. Resolution 06-01 would ensure that AFN protect native subsistence rights and native ways of life. Resolution 06-11, sponsored by Ahtna would protect Tier II Subsistence Hunting Rights. Resolution 06-20, dealing with climate changes was co-sponsored by Chitina Native Corporation. As passed the resolution urges U.S. Congress and the President to move forward on a national mandatory program to reduce climate pollution and also asked the Governor of Alaska to adopt renewable energy and energy efficient technologies. A motion was also made to pursue actions against the Board of Fish & Game for discriminatory/slanderous behavior towards native subsistence users by the Board.

Ahtna proposed Resolution No. 06-41 to A.F.N. for their support in the request to the Board of Game to change the Caribou Tier II testimony dates and place of Wrangell,

Alaska on November 18, 2006 to Fairbanks, Alaska in March. This will allow for the Ahtna people to travel without the expenses to Fairbanks to testify on the Tier II hunt in game units 12, 13 and 20. The Ahtna people are worried that the Board of Game is trying to push through regulations to fit urban Alaskan hunters and are not working in the best interest of rural hunters in game units 12, 13 and 20.

Since the passage of the resolution the Board of Game has decided to take Caribou Tier II off the Wrangell Agenda.

Next year's meeting will be held in Fairbanks, October 22-27.

Ahtna Representative

The Corporation is looking for another Chitina Shareholder to run for the At-large seat on the Ahtna Board.

Land Selections

According to BLM, the land selection process is nearing completion and surveying should begin in late spring of 2007. Chitina Native Corporation is looking for interested surveying companies. If a surveying company has an interest they may submit their bid and resume to the corporate office.

Scholarship Applications

Spring Scholarships are due December 15, 2006.

McCarthy Road

The State improved the McCarthy Road this summer. Last month there was some flood damage on the McCarthy road and the state closed it for a few days to repair the areas damaged by the flood.

Important Information

Did you know that if you are age 18 years of age and older and/or living with a significant other that you need one of the following paperwork: Powers Of Attorney, Surrogate Decision Maker or Living Will. If you are hospitalized you or whoever is with you may be asked if you or they have documents that show who is authorized to sign papers on your behalf.

Inform your family of what you want and whom you want to handle things for you. Don't leave your loved ones with the burden of not knowing what you want done and where all your important information is such as: Insurance information, Retirement Information, Birth Certificate, Social Security number. This important paperwork includes bills, tax information, credit cards that are outstanding, bank statements, etc.

Addresses of Shareholders

If you have changed your address please let the Corporation office know as soon as possible.

If any one knows addresses for these shareholders, please let us know: Troy Fenty, Steve Billum and Hank Kochendorfer.

You can write P.O. Box 3, Chitina AK 99573, call 907-823-2223 or e-mail us at chitina_native@cvinternet.net.

Dental Aid Information

Applications for Dental Health Aide Therapist training are now available and due November 30th. The Consortium and University of Washington will be offering Dental Health Aid Therapist training in Anchorage beginning in January 2007. Students will be employees of tribal health organizations throughout Alaska and will work in rural Alaska upon completion of the two year training program.

For more information about Dental Health Aide Initiative go on line at <http://www.anthc.org/> or <http://www.anthc.org/cs/chs/dhs/index.cfm>.

Upcoming Events

The next CNC Land Committee Meeting in Anchorage - December 9, 2006 at 9:00 a.m.

The next CNC Board of Directors Meeting in Anchorage - December 9, 2006 at 10:00 a.m.

Open House – December 9, 2006 at 3:00 p.m.

Attachments

USDA Scholarship Applications
ANTHC Scholarships
Chitina Native Corporation Scholarships
Chitina Traditional Indian Village Council Scholarship

Happy Holidays