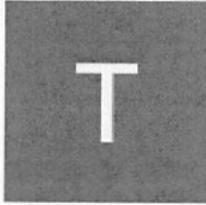


RC 131



Apr 8, 2025, 10:38 AM

Good Morning All, So I got a phone call this morning from a board member of Silver Bay seafoods representing 45 Shareholders of the False Pass Silver Bay facility which is directly related to Nelson Lagoon. This Email is not being generated from the wishes of Actual Silver Bay Management at this time. I want to make that perfectly clear.

That being said, this matter is being sent up the line rapidly to Silver Bay Management from the shareholders indicating as we probably already knew as an advisory council that, "They (the shareholders) are extremely unhappy" with the language provided in RC 131 and to be submitted by the Nelson Lagoon Advisory council to the Board of Fish and the 2026 spring area M meeting..

Silver Bays shareholders stance on this is serious, and with the possible 4 concurrent day closure that is in the language of RC 131, they indicate that the significant financial damage that could be done to the only processor as well as stakeholders in the in the area, and could be detrimental to daily operations and overall seasonal operations for the North peninsula fisheries which as I remind all of you, include NELSON LAGOON.

According to initial thoughts from Silver Bay shareholders on this matter is this:

They will convey their disappointment to Silver Bay Management and recommend some repercussions for Nelson Lagoon if this Proposal is submitted:

1. Possibly cease buying operations in Nelson Lagoon as early as the 2025 season
2. Most definitely cease buying operations in Nelson Lagoon 2026 season
3. Absolute loss of all marine freight operations conducted by Silver Bay sponsored tenders that is a lifeline for Nelson Lagoon.

Also, APICDA has significant investment in the False Pass and Silver Bay facility to insure the exclusive advantage for Nelson Lagoon permit holders and residents. Having a possible shutdown of buying operations for upcoming Salmon seasons in Nelson Lagoon would nullify the possible gains that APICDA has made trying to insure a viable

fishery with an established buyer on the North Peninsula that can ultimately service Nelson Lagoon.

Lastly, It's been mentioned in this conversation by the Silver Bay Shareholders that "Silver Bay Management" came to the rescue of Nelson Lagoon at its most dire time in 2024 with the dissolution of Peter Pan seafoods which in the shareholders thoughts, were above and beyond the realm of most seafood buyers in the state of Alaska.

They feel that all of these aspects of their disappointment with said proposal RC 131 being submitted should be taken into consideration.

This was all thrown at me at 8am this morning.

That is all I have, Maybe a conversation about reconsidering the language of RC 131 or rescinding the proposal altogether may be worth talking about. And maybe not.

As a board member that has been solicited with this phone call and thoughts from Silver Bay shareholders and North Peninsula stakeholders, I felt it was my duty as a board member to convey this information to all other sitting board members of the Nelson Lagoon Advisory council.

I do not agree or approve nor disagree with this solicitation. This Email is strictly informational, However, I believe it warrants a conversation and overall group attention.

Respectfully to all Nelson Lagoon Board Members,

[REDACTED]