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June 1, 2015

**To: Creditors of Colossus Minerals Inc. ( the “Company”)**

On January 13, 2014, the Company filed a Notice of Intention to Make a Proposal pursuant to section 50.4 (1) of the Bankruptcy and Insolvency Act (“BIA”). Duff & Phelps Canada Restructuring Inc. was appointed the Proposal Trustee (“Proposal Trustee”) in the Company’s proposal proceedings. This letter provides an update to our letter dated November 12, 2014 (the “November Letter”).

On March 12, 2014, the Company filed its Second Amended Proposal and Plan of Reorganization (“Proposal”), which was approved by the Ontario Superior Court of Justice (“Court”) on March 13, 2014. Pursuant to the terms of the Proposal, unsecured creditors are to receive equity in the Company in full and final satisfaction of their claims against the Company. On April 23, 2014, the Company made an initial equity distribution to its unsecured creditors with the intention to make a further equity distribution shortly thereafter.

As referenced in the November Letter, the Company defaulted in the performance of its Proposal as it has failed to: (i) make a final equity distribution to its creditors; and (ii) pay Crown Claims (as defined in the Proposal) totalling \$119,940 due to Canada Revenue Agency by October 13, 2014.

As referenced in the November Letter, a cease trade order (the “CTO”) has been issued against the Company by the Ontario Securities Commission (“OSC”). Sandstorm Gold Inc. (“Sandstorm”), the majority shareholder of the Company, has advised the Proposal Trustee that the CTO has prevented it from making further equity distributions and/or raising capital to pay the Crown Claims. Sandstorm has further advised that the only material requirement left for the OSC to lift the CTO is to finalize the Company’s fiscal 2013 and 2014 financial audits. The timeline to complete the audits and have the CTO lifted remains uncertain.

The Proposal Trustee has been in regular contact with Sandstorm to obtain status updates on the Proposal. Based on an update provided to it on May 27, 2015 by Mr. Ron Ho, Vice President of Sandstorm, the Proposal Trustee understands that the Company has made progress advancing the issues required to finalize the audits and resolve the CTO issues so that the Company complete its proposal.

The Proposal Trustee would like to remind all creditors that since the Company is in default of its performance of the Proposal, pursuant to section 63.(1) of the BIA, creditors can make an application to Court for an order to annul the Proposal and if the Court entered such an order the Company would be deemed to have made an assignment in bankruptcy. In that circumstance, there would be no funds available for distribution to creditors. In the event that the Company can complete its proposal, there is a prospect of future recoveries.

Further information with respect to the Company and its proposal proceedings is available on the Proposal Trustee’s website at:

<http://www.duffandphelps.com/intl/en-ca/Pages/RestructuringCases.aspx>.

Creditors are encouraged to check the website routinely for any updates. At this time, the Proposal Trustee does not intend to send a further notice to creditors regarding the timing of the Proposal Trustee's discharge.

Yours very truly,

A handwritten signature in blue ink that reads "Duff + Phelps Canada Restructuring Inc." The signature is written in a cursive, flowing style.

**DUFF & PHELPS CANADA RESTRUCTURING INC.  
IN ITS CAPACITY AS TRUSTEE UNDER THE  
PROPOSAL OF COLOSSUS MINERALS INC.  
AND NOT IN ITS PERSONAL CAPACITY**