



Letter to our Shareholders

On behalf of the Board of Directors of Claim Post Resources Inc., I am pleased to report to you on the year ended September 30th, 2013.

In the past year, Claim Post has made the transition from junior explorer of gold and base metals to a new focus in industrial minerals, specifically silica sand that can be processed to make API ISO spec frac sand. Claim Post is now focused on becoming a leading provider of premium white silica sand proppant to the oil operations on the Canadian side of the Williston Basin (southwestern Manitoba and across southern Saskatchewan), and the natural gas operations in the Montney and Horn River basins along the Alberta – British Columbia border.

In 2012, Claim Post successfully negotiated the acquisition of two mineral properties, 200 km North East of Winnipeg, Manitoba. In order to achieve this, the Company first successfully raised \$1,500,000 dollars to acquire 9 sand quarry leases (428 hectares) from Char-Crete Ltd. of Winnipeg and then signed a right to purchase 9 additional quarry leases (306 hectares) from Gossan Resources Ltd. (GSS-V) for a series of payments totalling \$1,310,000. Both properties are subject to a \$1.00 dollar per tonne royalty to be paid on frac sand sold and \$0.50 per tonne on other products. The combination of the two properties has created Claim Post's flagship project named the "Seymourville Frac Sand Project."

To advance a Canadian mining project at the current time, one of the key items is having a social license to operate. Claim Post Resources began this process through a series of meetings with the surrounding First Nation - Métis groups. The three closest communities are the Hollow Water Reservation, and the Métis Villages of Seymourville and Manigotogan.

Concurrent to these meetings with the First Nations - Métis groups, Claim Post has focused on raising sufficient funds to complete a NI 43 101 Report and Scoping Study on the Seymourville Frac Sand Project. We anticipate that it may take Claim Post several years to permit, engineer, negotiate sales agreements, production finance, and complete construction and ramp up operations.

The main frac sand markets that Claim Post has identified are oil drilling in the Bakken Formation in Southern Manitoba, and the Estevan area of Saskatchewan, where we can direct haul sand from Seymourville to the oil wells by truck. Oil wells use the coarser 20/40 to 40/70 mesh sand. The finer 40/70 and 100 mesh sands will be trucked to Winnipeg and railed via unit trains from Winnipeg to provide fracking sand to the major natural gas shale plays along the Alberta - British Columbia border as far north as Fort Nelson.

We continue to believe in our Timmins properties but, given the difficulty raising funds for grass roots gold and base metal projects, the Company will spend the minimum amount to keep key claims in good standing until the market turns. In the interim, management's main focus will now be on permitting and building a profitable frac sand business. Frac sand economics are robust due to the technical success of horizontal drilling and fracking in both Canada and the US. The export of natural gas from western Canada via major LNG plants currently in development will create long term sustainable demand for natural gas and sand proppant.

I must thank the current directors for their guidance and advice plus sticking through a very tough junior mining market. I also welcome John Assman and Lowell Jackson as two new director nominees both from Central Canada, who bring logistics, trucking and oil industry expertise. As we evolve and become one of the preferred long term suppliers of frac sand to Western Canada, all shareholders should benefit.

Charles Gryba
President and CEO

October 25, 2013

