

YOU MUST COMPLETE AND RETURN THIS FORM IF YOU WISH TO RECEIVE ALL OR A PART OF YOUR DISTRIBUTION FROM TELFERSCOT RESOURCES INC. IN CASH. FAILURE TO COMPLETE AND RETURN THIS FORM WILL RESULT IN YOU RECEIVING ADDITIONAL COMMON SHARES OF TELFERSCOT PRICED AT \$0.005 PER SHARE.

A detailed description of the transactions described in this Election Form is contained in the management information circular of Telferscot Resources Inc. dated January 18, 2016 (the “Circular”) mailed to security holders of Telferscot Resources Inc. in connection with the annual and special meeting of Shareholders of Telferscot Resources Inc. that was held on February 25, 2016. You may obtain a copy of the Circular from www.sedar.com. You may also request a paper copy free of charge by contacting the Corporation at the address or telephone numbers set out on the last page of this Election Form.

The instructions accompanying this Election Form should be read carefully before completing this Election Form. Telferscot Resources Inc. (see the last page for address and telephone number) or your broker or other financial advisor will assist you in completing this Election Form.

ELECTION FORM & INSTRUCTIONS
for registered holders of common shares of

TELFERSCOT RESOURCES INC.
(the “Company”)

This Election Form is for use by registered holders of common shares (“**Common Shares**”) of the Company in connection with the distribution of \$0.0145 for each Common Share to be distributed to the shareholders of the Company (the “**Shareholders**”) as described in the Circular and in the Company’s press releases dated March 2, 2016 and January 28, 2016.

At a board meeting held on March 2, 2016, the directors (the “**Board**”) of the Company declared a distribution to Shareholders of \$0.0145 per share (the “**Distribution**”) as and by way of a reduction in the stated capital of the Company. This distribution will be in the form of additional Common Shares priced at \$0.005 per share. Therefore, a Shareholder will be entitled to receive 2.9 additional Common Shares for each Common Share currently held (the “**New Shares**”).

The Board wishes to offer Shareholders the opportunity to receive all or a portion of their Distribution in cash. If a registered Shareholder wishes to receive all or a portion of the Distribution in cash, the Shareholder must complete and return this election to the address on the last page by no later than the close of business on Friday, April 8, 2016. If the Shareholder wishes to receive New Shares, there is no need to complete and return this form unless the shareholder wishes to have the New Shares registered in a name other than as currently shown on the Company’s Shareholders Register.

Additionally, for Registered Shareholders, the Company’s Transfer Agency will be holding all New Shares in electronic form pending final direction from the Board of a consolidation of the Company’s shares as approved by Shareholders on March 2, 2016. **FOR CLARITY, NO NEW CERTIFICATES WILL BE ISSUED PRIOR TO THE ANTICIPATED SHARE CONSOLIDATION. UPON EFFECTING THE CONSOLIDATION, CERTIFICATES WILL BE ISSUED AND DELIVERED UPON REQUEST EVIDENCING POST CONSOLIDATED SHARES.** This is being effected in the interests efficiency and cost control. If a shareholder wishes to receive a certificate for New Shares prior to the share consolidation being completed, they may make such request in writing to the Company.

INSTRUCTIONS

1.0 USE OF ELECTION FORM

- 1.1 To ensure timely delivery of the Cheque registration of New Shares to which a Shareholder is entitled, it is recommended that this Election Form, or a manually signed facsimile copy hereof, properly completed and duly executed as required by the instructions set forth below, and any other documents required by this Election Form, be received by the Company at any of the addresses specified herein on or before Friday, April 8, 2016.

1.2 WHERE THIS ELECTION FORM IS NOT RECEIVED BY THE COMPANY BY FRIDAY, APRIL 8, 2016, A SHAREHOLDER WILL RECEIVE 100% OF THE DISTRIBUTION IN NEW SHARES.

- 1.3 The method used to deliver this Election Form, and all other required documents is at the option and risk of the person depositing the same, and delivery will be deemed effective only when such documents are actually received. The Company recommends that such documents be delivered by hand or registered mail, to the Company and a receipt be obtained therefor. However, if such documents are mailed, the Company recommends that registered mail, with return receipt requested, be used and that proper insurance be obtained. Shareholders whose Common Shares are held through a broker, investment dealer, bank, trust company or other nominee should contact the nominee for assistance.

2.0 SIGNATURES

- 2.1 This Election Form must be filled in, and Box E must be dated and signed by the holder of the Common Shares or by such holder's duly authorized representative (in accordance with instruction 4).
- 2.2 If this Election Form is signed by the registered holder(s) of the Common Shares, such signature on this Election Form must correspond with the name(s) as registered or as written on the face of such Share Certificate(s) without any change whatsoever. If such Common Shares are held of record by two or more joint holders, all such holders must sign this Election Form.
- 2.3 If this Election Form is signed by a person other than the registered holder(s) of the Common Shares, or if the Cheque and/or New Shares are to be issued to a person other than the registered holder(s) of the Common Shares, if applicable:

3.0 GUARANTEE OF SIGNATURES

- 3.1 If this Election Form is signed by a person other than the registered holder(s) of the Common Shares, or if the Cheque and/or New Shares are to be issued to a person other than the registered holder(s), such signature must be guaranteed by an Eligible Institution (as defined below), or in some other manner satisfactory to the Company (see Box D). No guarantee is required if the signature is that of an Eligible Institution. An "Eligible Institution" means a Canadian Schedule I chartered bank, a major trust company in Canada, a member of the Securities Transfer Association Medallion Program (STAMP), or a member of the Stock Exchange Medallion Program (SEMP). Members of these programs are usually members of a recognized stock exchange in Canada or members of the Investment Dealers Association of Canada and members of a national securities exchange in the United States or members of the National Association of Securities Dealers, Inc.

4.0 FIDUCIARIES, REPRESENTATIVES AND AUTHORIZATIONS

- 4.1 Where this Election Form is executed by a person on behalf of an executor, administrator, trustee, guardian, attorney-in-fact, agent, corporation, partnership or association, or is executed by any other person acting in a fiduciary or representative capacity, such person should so indicate when signing and this Election Form must be accompanied by satisfactory evidence of such authority to act. The Company may, at its discretion, require additional evidence of authority or additional documentation.

5.0 DELIVERY INSTRUCTIONS

- 5.1 The box entitled “Box B — Special Delivery Instructions” should be completed only if the address to which the Cheque and/or New Shares are to be mailed is different from that provided in Box A. If neither Box B nor Box C is completed, any Cheque and/or Certificates will be mailed to the depositing Shareholder at the address indicated in Box A in this Election Form. If Box C is not completed and no address is provided in this Election Form, then any Cheque and/or Certificates representing New Shares will be mailed to the address of the Shareholder as it appears on the register of Common Shares, as the case may be, as of 5:00 p.m. (Toronto time) on Friday, April 8, 2016.

6.0 FRACTIONAL SECURITIES

- 6.1 No certificates representing fractional New Shares will be issued by the Company, with each fractional New Share, being rounded down to the next whole New Share.

7.0 GENERAL

- 7.1 The Company reserves the right, if it so elects in its absolute discretion, to waive any defect or irregularity contained in any Election Form received by it.
- 7.2 Questions and requests for assistance may be directed to the Company and additional copies of the Circular and this Election Form may be obtained without charge from the Company at the addresses listed herein.

IMPORTANT: TO ENSURE TIMELY DELIVERY OF THE CHEQUE AND/OR REGISTRATION OF NEW SHARES TO WHICH A SHAREHOLDER IS ENTITLED, IT IS RECOMMENDED THAT THIS ELECTION FORM OR A MANUALLY SIGNED FACSIMILE HEREOF, TOGETHER WITH ALL OTHER REQUIRED DOCUMENTS BE RECEIVED BY THE COMPANY AT ITS OFFICES IN TORONTO AT OR PRIOR TO 5:00 P.M. (TORONTO TIME) ON FRIDAY, APRIL 8, 2016.

Office of Telferscot Resources Inc.

By Mail

**Suite 2702
401 Bay Street, P.O. Box 136
Toronto, Ontario M5H 2Y4**

For Pick Up or Delivery By Hand or by Courier

Suite 2702
401 Bay Street
Toronto, Ontario M5H 2Y4

Telephone (416) 642-1807

*Any questions and requests for assistance may be directed by Shareholders to Telferscot Resources Inc.
at (416) 642-1807 or by sending an e-mail to info@telferscotresources.com.*

Please detach and return to:

Telferscot Resources Inc.
2702-401 Bay Street
Toronto, ON M5H 2Y4
CANADA

Attn. Shareholder Response

Fold along this line and return in the envelope provided (please don't forget to add postage)

ELECTION FORM

If you wish to receive all or a portion of your Distribution in cash, please complete both sides and choose one of the following options:

I, _____, wish to receive
(print name of registered Shareholder)

- 100% the Distribution in cash.
- _____ (fill in %) of the Distribution in cash with the balance to be delivered in New Shares.
- all of the Distribution in New Shares.

I UNDERSTAND THAT IF I DO NOT COMPLETE AND RETURN THIS FORM BY FRIDAY, APRIL 8, 2016, I WILL RECEIVE THE ENTIRE DISTRIBUTION IN THE FORM OF NEW SHARES.

A Shareholder who wishes to have their New Shares registered in a name other than that of the Shareholder must complete Box A, Box D and Box E.

A Shareholder who wishes to have the cheque issued in a name other than that of the Shareholder must complete Box A, Box D and Box E.

Holders of Common Shares that are held through a broker, investment dealer, bank, trust company or other nominee should contact that nominee as soon as possible for instructions and assistance in making the election in respect of those Common Shares.

DELIVERY OF THIS ELECTION FORM TO AN ADDRESS OTHER THAN AS SET FORTH IN THIS DOCUMENT WILL NOT CONSTITUTE VALID DELIVERY. IT IS RECOMMENDED THAT YOU FORWARD YOUR ELECTION BY REGISTERED MAIL. FAILURE TO DELIVER YOUR ELECTION FORM BY THE CLOSE OF BUSINESS ON FRIDAY, APRIL 8, 2016 WILL RESULT IN YOU RECEIVING YOUR DISTRIBUTION IN NEW SHARES OF THE COMPANY.

BOX A- ISSUANCE INSTRUCTIONS
Issue Cheque and/or New Shares in the name indicated below and enter the address indicated below in the appropriate register. (See Instructions 2, 3, 4 and 5; please print or type.)
(Name)
(Street Address and Number)
(City and Province or State)
(Country and Postal or Zip Code)
(Area Code and Telephone Number – Business Hours)
(Tax Identification, Social Security Number)

BOX B – SPECIAL DELIVERY INSTRUCTIONS
To be completed ONLY if the Cheque and/or New Shares are to be sent to someone other than the person shown in Box A or to an address other than the address shown in Box A. (See Instructions 2, 3, 4 and 5; please print or type)
(Name)
(Street Address and Number)
(City and Province or State)
(Country and Postal or Zip Code)
(Tax Identification, Social Security Number)

BOX C – SPECIAL PICK UP INSTRUCTIONS
<input type="checkbox"/> HOLD FOR PICK UP AT THE OFFICE OF THE COMPANY IN TORONTO

BOX D- SIGNATURE GUARANTEE
Signature guaranteed by: <i>(if required under Instruction 3)</i>
Authorized Signatures
Name of Guarantor <i>(please print or type)</i>
Address <i>(please print or type)</i>
Area Code and Telephone Number

BOX E – SIGNATURE
Date: _____
<i>Signature of Shareholder or Authorized Representative – See Instructions 2, 3 and 4</i>
Name of Shareholder <i>(please print or type)</i>
Name of Authorized Representative, if applicable <i>(please print or type)</i>
Address <i>(please print or type)</i>
Area Code and Telephone Number