



Northern Precious Metals 2012 Limited Partnership

This report is dated September 8, 2017. All the complete annual as well as semi-annual financial statements of the Limited Partnership are filed on the website. You may obtain a copy of these documents, by visiting the website (www.npmfunds.com) or by emailing us at: info@npmfunds.com or by calling us at (514) 898-3959.

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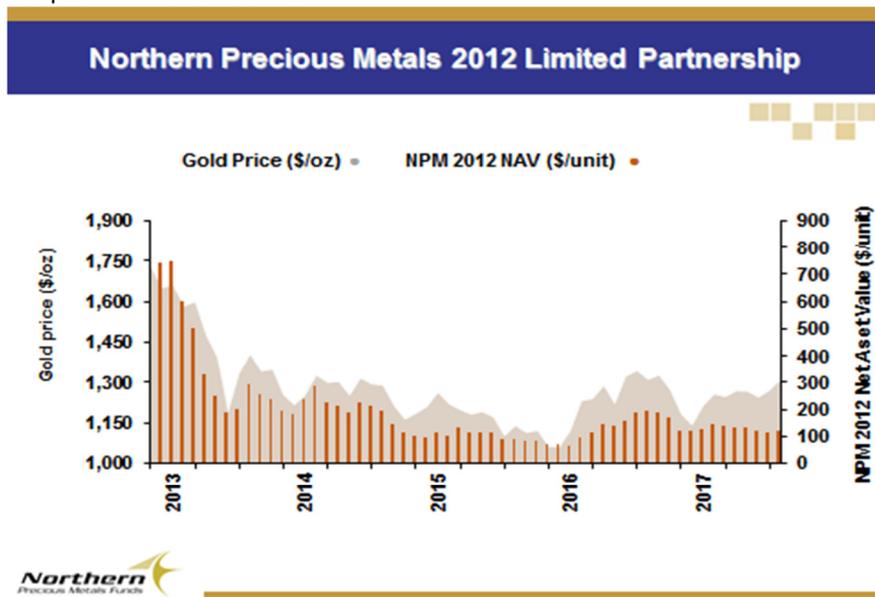
Marcel Bergeron
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September 8, 2017

Northern Precious Metals 2012 Limited Partnership

Management Report

The chart below illustrates the evolution of the Net Asset Value (« Nav ») of the portfolio of the Northern Precious Metals 2012 Limited Partnership (« the Partnership ») and its correlation with the price of gold since its inception in November 2012.



As explained in our previous update report of January 17, 2017, the dissolution of the Partnership was not completed by December 31 2016, as contemplated, because of a sharp decline in the price of gold from US\$1,360 per ounce in October to US\$1,140 in December with mining stocks following the trend on extremely light trading volume.

As anticipated, the price of gold, which started its recovery in late December 2016, marked a major technical breakout in early September 2017 when it reached the level of US\$1,358 per ounce. As for the Partnership's Net Asset Value (NAV), it jumped quickly from about \$106 in late December 2016 to \$146 in mid-February on very light daily trading volume however, and remained roughly around that level up to the middle of April when trading volumes started to increase appreciably. At that moment, the Partnership reactivated the liquidation of the portfolio and took advantage of a takeover bid on Integra Gold to eliminate the position. The Partnership has a few more companies in the portfolio that are also potential candidates for a takeover.

Just a few weeks after, in early May, daily trading volumes took a major plunge declining by almost 90% and have not recovered yet. The most popular reason provided for this sudden drop in volume is that investors have been moving new cash to the NASDAQ and S&P 500. In the meantime, gold has made a major long term technical breakout at US\$1,358 per ounce and is on its way to hit the US\$1,400 level soon. This continued improvement in gold prices should have a very positive impact on gold stocks and on the NAV which amounted to \$117.26 per unit at September 1, 2017. and would also provide momentum for a full liquidation of the partnership before year end.

To September 1 this year, gold is up by 15% at US\$1,306 (CAN\$1,608) an ounce against 11% for the S&P 500 and 20% for the NASDAQ. Not a bad return. At a price of US\$1,400 per ounce, it would mean an annual return of almost 23%. This is, by all means, a very good incentive for investors to move cash to gold and gold stocks in the weeks ahead. This move would result in higher stock prices and liquidity for the resource sector and should also provide momentum for a full liquidation of the partnership before year end.

The table below shows a portfolio overview as at September 1, 2017.

Northern Precious Metals 2012 Limited Partnership

Portfolio Overview

September 1, 2017

By country (1)	% of total portfolio
Canada	75.0%
Cash and cash equivalents	35.4%

By sector (1)	% of total portfolio
Gold	71.0%
Base metals	4.0%
Cash and cash equivalents	35.4%

By asset type (1)	% of total portfolio
Equity	75.0%
Cash and cash equivalents	35.4%

Top holdings	% of total portfolio
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Cash and cash equivalents	35.4%
Eastmain Resources Inc	31.7%
Spanish Mountain Gold Ltd	16.2%
Metanor Resources Inc.	12.4%
First Mining Finance Corp (Clifton Star Resources Inc)	6.4%
Alexandria Minerals Corp	3.5%
Fancamp Exploration LTD	2.3%
Yellowhead Mining Inc	1.2%
Cardero Resources Corp	0.5%

(1) Excludes other net assets (liabilities).

(2) The portfolio overview may change because of transactions by the Partnership.

Caution Regarding Forward-looking Statements

Certain portions of this report may contain forward-looking statements. Forward-looking statements include statements that are predictive in nature. Any statement that may be made concerning future performance, strategies or prospects and possible future action by the Partnership is also a forward-looking statement.