

Chairman's Message – July 2009

This last year has been a year of mixed results for the NIMA Corporation but one of continued progress and a sign of great things to come. Our investments in 2008 did not perform very well with the overall market conditions but so far this year our portfolio is in the positive. We continue to maintain a conservative growth strategy and periodically look at our assets and their performance to make sure our securities make sense for our strategy. Despite all the turmoil in the market, we feel that our portfolio is right for our strategy and have not made any major adjustments to our holdings.

We continue to adhere to our strategic plan in pursuing federal contracting work and year to date have made tremendous progress with our construction company, North Island Corporation. Our mentor-protégé relationship and partnership with an established company coupled with our combined, aggressive approach has created some great opportunities that have allowed us to clear all our current payable short and long term debt. This is a remarkable achievement to have a company so new to the federal market place experience so much success so early on. In addition to these early successes, we continue to work and look at future opportunities for further expanding our earned contract revenue. One exciting development is that we are starting another federal contracting company and we are in the final stages of submitting an application to the Small Business Administration for certification. We are enthusiastic about this opportunity as we will have another great chance to partner with a company that has a great track record in the business and has enjoyed some great success in the industry. As we finalize everything we will share additional details about the name of the company and its focus in the federal market place.

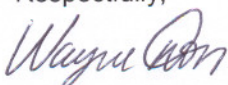
Due to some compliance issues with the federal government in 2008, our cultural and tourism camp was cancelled and, as a result, no student cohorts visited Nash Harbor. Although this was a great disappointment in 2008, we were able to sort through the issues and host two student cohorts in 2009 and make good use of the camp. The last group of students returned from Nash Harbor on the 18th of July and the last activity for the summer was a Cruise West ship stop on the 22nd of July. Despite some of the setbacks from last year we returned the camp to operations this year and had a good year overall.

In addition to NIMA's business advances, the corporation has continued to pursue projects that benefit the local population of Mekoryuk. The new fuel tank farm is in place and we have already taken advantage of their increased capacities to hold more fuel when wholesales prices were down. The Wind Turbine Project is nearing completion and will reduce fuel consumption in the future. Electricity prices should fall once fuel savings are realized in about a year from now. The long awaited BLM land swap is also near completion. Future projects include a Water Source Road and an Airport Expansion. These projects are currently in the preliminary design and funding stages.

Our board has remained largely consistent in composition and we have been able to remain focused and committed to the overall strategy and growth that was instituted in the early part of 2005. Another critical piece to our overall success has been the great work of our management teams for both the NIMA and North Island Corporation. I want to personally recognize Louis C. Hala Jr. and Thomas Kearney for their continued loyalty, hard work and vigilance in helping our organizations reach their respective potential.

There are still many challenges ahead but I believe we are up to the task and will continue to work to achieve our financial and social objectives to enhance the quality of our shareholder base. It is an honor for me to serve as the Chairman of the Board and help lead and shape the future of our corporation. I look forward to the continued progress and the next opportunity to meet and share our successes. As always I welcome your thoughts, concerns and ideas.

Respectfully,



Wayne W. Don

Chairman, NIMA Corporation