



First Quarter Report For the Period Ending March 31, 2015 Issue Date April 22 2015

Highlights

Net Income of \$0.11 Per Share
Timber Operations Income Up 110% Over First Quarter Last Year

Keweenaw Land Association, Limited announces a First Quarter 2015 net income of \$0.11 per share compared to net income of \$0.10 for the same period in 2014. Net income (loss) per share arose from the following sources:

First Quarter Results:

Keweenaw had an excellent first quarter by more than doubling timber operations income over the same period last year. This marks the first time since 2005 when the company realized more

than \$1 million in gross margin in the first three months of the year. The company harvested a total of 21,492 cd-eq, including 3,150 cd-eq from procured sales, during the first three months of 2015. This compares to the 23,591 cd-eq, including 3,752 cd-eq from procured sales, produced during the same period in 2014. Total production was lower as another year of record cold temperatures, along with early winter snowstorms, added to another challenging winter logging season. Harvest production in the first quarter contained more sawtimber and less pulpwood, which increased our product mix over last year. Winter logging operations ended on March 12th when local authorities imposed seasonal weight restrictions, which are anticipated to last approximately two months.

During the quarter, Keweenaw harvest included the following:

During the first quarter, the company

1st Qtr Production Statistics	2015	Mix %	2014	Mix %
Total Harvest Volume (cd-eq)	21,492	100.0	23,591	100.0
Sawtimber (mbf)	2,792	28.6	2,899	27.0
Pulpwood (cords)	15,349	71.4	17,214	73.0

sold logs totaling \$3,040,234, compared to \$2,713,806 in 2014. As stated earlier, Keweenaw more than doubled timber operations income. The improvement was the result of better log pricing, up approximately \$25 per cd-eq, and a higher concentration of hardwood sawtimber.

Year-to-date timber operations results are listed in the following table on the next page:

Timber Operations Income (through 3/31/15)	2015	%	2014	%
Log Sales	\$3,040,234	100.0	\$2,713,806	100.0
Expenses (COGS)	(2,033,778)	66.9	(1,986,677)	73.2
Gross Margin	1,006,456	33.1	727,129	26.8
Forestry/Management Exp	(552,166)		(511,194)	
Timber Operations Income	\$454,290		\$215,935	

Sawtimber sales realizations were higher on a per unit basis compared to the same period in 2014.

During the winter logging season, harvest units usually contain more lower-quality logs and other minor species compared to summer logging when more Hard Maple is harvested.

1st Qtr Sales Statistics (per unit)	2015	2014
Average Price Realization	\$141	\$116
Cost of Goods Sold	(94)	(85)
Gross Margin	47	31

Veneer realization was \$985 per mbf, compared to \$1,085 in 2014, a 9% decrease, primarily due to less Hard Maple and a higher Black Ash concentration. Sawlog realization was \$526 per mbf versus \$501 per mbf in the same period in 2014, a 5% increase, primarily driven by higher pricing for Hard Maple and other minor species. Boltwood realization was \$147 per cd-eq, up 24% from \$119 per cd-eq in 2014 as a result of increased pricing in all species. Market demand for pulpwood was also up in the first quarter, continuing an eighteen-month trend beginning in the Third Quarter 2013. Pulpwood realization for the quarter was \$119 per cd-eq compared to \$94 in 2014, a 27% increase over the same period last year. Because of a higher sawtimber concentration, the overall sales realization was up by \$25 per cord as demonstrated in the following table:

1st Qtr Sales Realization	2015	2014
Veneer (mbf)	\$985	\$1,085
Sawlog (mbf)	527	501
Boltwood (cord)	147	119
Pulpwood (cord)	119	94
Overall Realization (cd-eq)	\$141	\$116

Keweenaw remains focused on maximizing its sales dollars by maintaining long-term business relationships with its customers. Over the last eighteen months, the company has been able to take advantage of favorable market conditions leading to better sales realization. At the same time, production costs on a cord-equivalent basis have increased due to a logging and trucking contractor shortage. Weather also had a direct impact on our road expense, which amounted to \$196,659, compared to \$191,695 in 2014, a 3% increase.

Land:

There were no land sales or exchanges during the first quarter. However, real estate market conditions are improving, which should provide opportunities for us to sell or exchange parcels that are considered to be “non-strategic” to our timberland holdings in 2015. The company’s overall strategy is to acquire productive timberlands and improve access to other properties owned by Keweenaw.

Mineral Resource Classification:

Highland Copper Company, Inc (TSX.V:HI) recently posted a corporate presentation detailing their efforts in developing their copper deposits in Michigan. On page 13 of the presentation is a table showing historical estimates for the Copperwood Project. A copy of the table is provided below.

	Historical Estimate		
	Tonnes	% Cu	Contained Metal
COPPERWOOD			
Proven	21.0M	1.46%	0.68Bn lbs
Probable	6.4M	1.21%	0.17Bn lbs
TOTAL P&P	27.4M	1.41%	0.85Bn lbs
Measured	23.2M	1.71%	0.88Bn lbs
Indicated	6.8M	1.53%	0.23Bn lbs
Inferred	2.8M	0.85%	0.05Bn lbs
SATELLITES			
Indicated	25.0M	1.40%	0.77Bn lbs
Inferred	36.1M	1.30%	1.00Bn lbs
UPPER SHALE			
Historical	24.8M	1.00%	0.55Bn lbs
Note: Measured & Indicated resources shown inclusive of Proven & Probable Reserves			

The table has several classifications corresponding to the various estimates of copper that are contained in the deposit. These classifications are governed by statutes and regulations with the general standard being the Canadian Institute of Mining (CIM) standards. The terminology is important as each classification carries a different level of geologic certainty and economic value. For example, in this table there are Measured, Indicated, and Inferred classifications. These are classified as a *Mineral Resource* and are considered to be in a form, quality and quantity that suggests a reasonable prospect for the eventual economic extraction. Proven and Probable values are considered to be a *Mineral Reserve* and are legally, economically, and technically feasible to extract at the time the report was generated. A Mineral Reserve classification conveys a higher level of confidence compared to a Mineral Resource. All of these values are currently classified as *Historical Estimates* since these values still need to be validated by a qualified person for Highland as defined by the CIM standards.

Lastly, the values in this table represent the entire Copperwood project along with other satellite deposits. Less than one third of the project is located on Keweenaw’s mineral ownership. No specific time table has been identified for when a mine would be constructed. We continue to monitor Highland’s progress and will provide periodic updates to our shareholders as warranted. It takes a very long time from when a deposit is discovered to when it reaches the production stage and we continue to advise caution when valuing minerals as they relate to Keweenaw’s share price.

Any additional information related to the Copperwood Project can be found on Highland's website, www.highlandcopper.com.

Shareholder Relations & Administrative:

Keweenaw's common shares traded in a range from \$95.50 to \$111.00 per share during the first quarter with an ending price of \$109.00. 49,838 KLA shares were traded, a little under 4% of outstanding shares. This compares to 28,589 shares traded last year. As with any investment, past performance is not a guarantee of future results. Keweenaw's shares trade in the pink sheets using the symbol KEWL.

The 2015 Annual Meeting of Keweenaw Shareholders will be held at 9:00 am CDT on Monday, May 4, 2015, in Ironwood, MI. Notices and voting information were provided for shareholders of record at the end of business on Friday, March 6, 2015. We look forward to seeing you there.

To contact Keweenaw, call (906) 932-3410 or use our toll-free line (877) 539-3362. You may also reach us by e-mail at investors@keweenaw.com. Keweenaw's quarterly letters and latest annual report, along with archived reports from previous years, are posted on the company's web page.

Sincerely,



David Ayer, Chairman

KEWEENAW LAND ASSOCIATION, LIMITED
Consolidated Statement of Income and Expense (Unaudited)
March 31, 2015

INCOME	1 st Quarter		
	2015	2014	% Chg
Timber Operations			
Timber Sales	\$3,040,234	\$2,713,806	
Cost of Sales	2,033,778	1,986,677	
Gross Margin on Timber Sales	1,006,456	727,129	38%
Timber Operations Expense			
Forestry Expenses	165,322	197,179	
Management and General Administration	386,844	314,015	
Total Operations Expenses	552,166	511,194	
Timber Operations Income	454,290	215,935	110%
Real Estate Development			
Developed Lot Sales	0	0	
Development Costs	0	0	
Gross Margin on Developed Lot Sales	0	0	
Total Operations Income	454,290	215,935	110%
Other Income			
Mineral Royalties	0	154	
Lease and Rental Income	4,678	28,914	
Investment Earnings	5,751	5,205	
Profit (Loss) on Security Sales	0	0	
Land Sales	0	198,455	
Other	17,424	6,040	
Total Other Income	27,853	238,768	-88%
Other Expenses			
Land Management Expenses	102,776	95,434	
Board of Directors Expenses	150,536	135,450	
Total Other Expenses	253,312	230,884	10%
Income Before Income Taxes	228,831	223,819	2%
Provision for State and Federal Income Taxes	85,998	91,856	
Net Income (Loss)	142,833	131,963	8%
Other Comprehensive Income, Net of Tax			
Unrealized Gains (Losses) on Securities			
Unrealized Holding Gains Arising			
During the Period	(2,073)	(6,070)	
Less: Reclassification Adj For Gains			
Included in Net Income	0	0	
Other Comprehensive Income	(2,073)	(6,070)	
Comprehensive Income	\$140,760	\$125,893	12%
Per Share Net Income	0.11	0.10	
Per Share Comprehensive Income	0.11	0.10	
Based on Weighted Avg Shares Outstanding			

** Percentage Change is not provided if either the latest period or year-ago period contains a net loss.

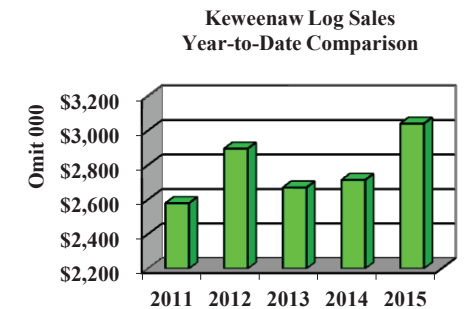
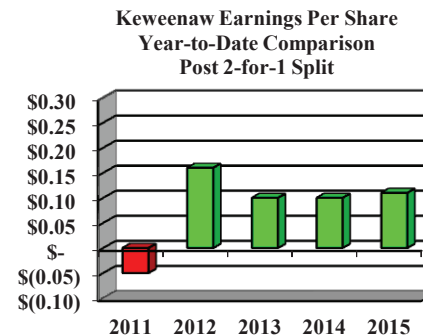
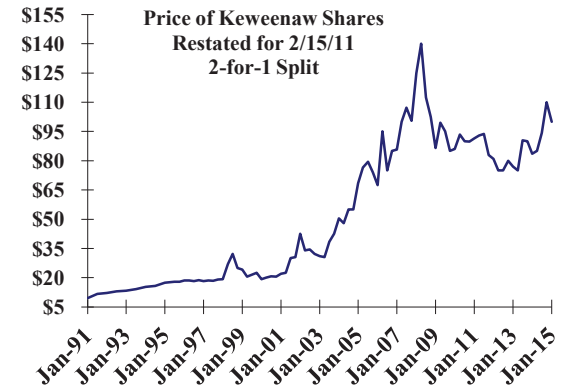
KEWEENAW LAND ASSOCIATION, LIMITED
 Consolidated Balance Sheet (Unaudited)
 March 31, 2015

ASSETS	Mar 31, 2015	Mar 31, 2014	% Chg
Current Assets			
Cash & Cash Equivalents	\$2,288,097	\$1,738,913	32%
Accounts Receivable	244,604	450,655	
Investments in Government Obligations	0	0	
Other Current Assets	333,980	365,024	
Total Current Assets	2,866,681	2,554,592	12%
Investments in Marketable Securities	2,969,912	2,782,048	7%
Other Non-Current Assets	303,722	307,588	
Equipment	724,575	621,083	17%
Properties	17,334,068	17,126,984	1%
TOTAL ASSETS	\$24,198,958	\$23,392,295	3%
LIABILITIES & CAPITAL			
Current Liabilities			
Accounts & Deposits Payable	\$60,305	\$168,152	
Commercial Lines of Credit & Other Debt	240,000	240,000	
Other Accrued Liabilities	382,994	360,132	
Total Current Liabilities	683,299	768,284	-11%
Non-Current Liabilities			
Long Term Debt	4,320,000	4,560,000	
Deferred Federal Income Tax Liability	861,990	814,945	
Total Non-Current Liabilities	5,181,990	5,374,945	
Total Liabilities	5,865,289	6,143,229	-5%
Capital			
Common Stock Issued ⁽¹⁾	84,827	84,717	
Accum. Other Comprehensive Income	1,263,753	1,206,895	
Retained Earnings	16,985,089	15,957,454	
Total Capital	18,333,669	17,249,066	6%
TOTAL LIABILITES & CAPITAL	\$24,198,958	\$23,392,295	3%
Capital Per Common Share	\$14.13	\$13.31	

⁽¹⁾ 1,297,206 no par value common shares are issued and outstanding on Mar. 31, 2015. 1,295,533 shares were outstanding on Mar. 31, 2014. 10,000,000 shares are authorized.

CONSOLIDATED FINANCIAL HIGHLIGHTS

For the Quarter	2015		2014	
	1st Qtr	YTD	1st Qtr	YTD
Receipts	\$3,068	\$3,068	\$2,953	\$2,953
Net Income (Loss)	143	143	132	132
Comprehensive Income	141	141	126	126
Capital Employed	22,894	22,894	22,049	22,049
*Dollar amounts in thousands				
Per Common Share				
Net Income	\$0.11	\$0.11	\$0.10	\$0.10
Comprehensive Income	0.11	0.11	0.10	0.10
Statistics				
Return on Capital Emp	2.5%	2.5%	2.4%	2.4%
Avg Shares Outstanding	1,297,206	1,297,206	1,295,533	1,295,533
Curr Shares Outstanding	1,297,206	1,297,206	1,295,533	1,295,533



SHAREHOLDER INFORMATION

First Quarter 2015 Highlights:

High: \$111.00, Low: \$95.50, Last: \$109.00

Source: OTC Markets Group, Inc.

Dividend Information:

The Board of Directors eliminated shareholder dividends beginning in 2010.

Keweenaw Contact Information:

Keweenaw Land Association, Limited

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Email: investors@keweenaw.com

Web Page: www.keweenaw.com

Keweenaw's quarterly reports and latest annual report, along with archived reports from previous years, are posted on the company's web page.

Transfer Agent:

Wells Fargo Shareowner Services

PO Box 64854

South St Paul MN 55164-0854

(800) 689-8788 or (651) 450-4002

Stock Exchange Information:

Keweenaw's common stock trades under "KEWL" in the Pink Sheets.

Glossary:

Board Foot (BF) – a measurement of sawtimber 12 inches x 12 inches x one inch. When used in conjunction with sawtimber or logs, a measurement system to approximate the output of lumber that can be expected from a given quantity of sawtimber or logs. **Cord Equivalent** – a measurement of logs in cords including logs converted in measurement from other measurement methods. For example, one thousand board feet (MBF) equals approximately 2.2 cords. **Cord** – a measurement of logs containing 128 cubic feet. **MBF** – a thousand board feet. **Production Mix** – the ratio of a category of production to total production. **Pulpwood**- logs cut primarily to be converted to wood pulp for the manufacture of paper and other wood fiber products. **Sawbolt** – a lower grade or smaller size sawlog typically sawn for the manufacture of pallets or other coarse wood products. **Sawlogs** - a higher grade or larger size sawtimber sawn for the manufacture of furniture grade lumber, flooring lumber, or other high quality wood products. **Sawtimber** – a category of logs suitable for veneer, sawlogs, or sawbolts. **Veneer** – a category of sawtimber clear of defects suitable for manufacture as veneer paneling, furniture, and cabinetry veneer.