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Phyllis Beaulieu Licensing Manager Nunavut Water Board Box 119 Gjoa Haven, NU X0B 1J0

RE: REQUEST FOR RENEWAL OF THE CHIDLIAK PROJECT TYPE B WATER LICENCE #2BE-CHI0813, SOUTH BAFFIN, NU

Please accept the attached submission as a request by Peregrine Diamonds Ltd. (Peregrine) to renew Nunavut Water Board (NWB) Type B Water Licence #2BE-CHI0813; this licence expires on 01 June 2013. The purpose of renewal is to continue with activity components already approved and to incorporate adjustments to these components as required for the continuation of exploration and conduct of the bulk-sampling programme. A five-year renewal is sought, both for the licence and the related Land-Use Permit #N2008C0005. Due to a request for inclusion of five proposed minor adjustments to the licence, Peregrine has completed an Amendment Form rather than a Renewal Form. The \$30 application fee has been paid to the NWB Licensing Office by credit card.

All proposed activity remains within the approved Project Scope area, and no increase in water allotment is sought. At the request of NWB staff, Peregrine has streamlined this submission, so that the focus is not on repeating information already provided for past amendments, *i.e.*, existing information, but on discussing what is new, *i.e.*, adjustments to activity components or revisions to approved plans. There are five activity adjustments noted in the Project Description and the NWB Amendment Form. (A similar streamlined application package is being provided to the Nunavut Impact Review Board, whereas Aboriginal Affairs and Northern Development Canada will be receiving a full application package, as per its request.)

Attached with this letter are the following documents: (1) NWB Amendment Application Form; (2) revised Exploration/Remote Camp Questionnaire; (3) Appendices 1 through 14 (revised pages or notations only, where relevant); (4) Project Description for the proposed adjustments and a list of all existing components; (5) Project Summary in English and Inuktitut; (6) correspondence from the Nunavut Planning Commission, confirming that Peregrine's South Baffin projects fall outside an approved Land-Use Plan Region; (7) stand-alone versions of updated plans (revised pages only): Spill Contingency Plan and one-page Emergency Response Plan, Abandonment & Restoration (A&R) Plan, Bulk-Sampling Monitoring Plan and updated Bulk-Fuel Management Facility Monitoring Plan – as well as the new Winter-Trail Cleanup and Reclamation Stabilisation Plan; (8) Nunavut Impact Review Board (NIRB) Form I in English and Inuktitut; (9) NIRB Form 2, along with NIRB Screening Decision #08AN008 (28 March 2008 and 18 December 2008 amendment), and NIRB Screening Decision #11EA050 (20 February 2012); (10) 17 Maps numbered 1a through 11, and (11) Supplementary Documents #1 and #3.

Peregrine looks forward to a speedy and favourable determination, as we continue in compliance with all existing regulatory obligations. Please let me know if you require further information at this time.

Shirley Standafer-Pfister

Manager, Regulatory and Environmental Affairs

attach.