February 27, 2023

By Electronic Mail

Mr. Karén Kharatyan, Director of Technical Services NWB – Licencing Department PO Box 119

Gjoa Haven, NU XOB 1JO

Email: karen.kharatyan@nwb-oen.ca

Mr. Richard Dwyer, Manager of Licensing NWB – Licencing Department

PO Box 119

Gjoa Haven, NU XOB 1J0

Email: Richard.Dwyer@nwb-oen.ca

Dear Mr. Dwyer & Mr. Kharatyan:

RE: CHIDLIAK PROJECT - 2BE-CHI1823 RENEWAL / AMENDMENT LICENCE

De Beers subsidiary, Peregrine Diamonds Ltd. ("Peregrine"), currently holds water use licence 2BE-CHI1823. Peregrine Diamonds Ltd. Is a wholly owned subsidiary of De Beers. This licence authorizes use and disposal of water during exploration activities on Crown Lands where Peregrine holds mineral claims. The licence was issued on April 30, 2018 and expires on May 31, 2023.

Please find attached an application to renew licence 2BE-CHI1823. This application also includes a minor amendment request. to increase water takings from 246 m³ to 299 m³ daily. All activities and work locations are the same as in previous applications and amendments. The amendment does not change the general scope of the Project.

De Beers forwarded pay information for the \$30.00 application fee and the \$897.90 annual water use fee on January 6, 2023.

The renewal documentation consists of 24 documents which are listed in table format as the attached Table 1.

If you have any questions on this matter please contact me by telephone at (249)-377-4445 or by email chad.corson@debeersgroup.com.

Yours truly,

DE BEERS CANADA INC. FOR PEREGRINE DIAMONDS LTD.

Chad Corson

Permitting Coordinator

De Beers Group

Table 1

| Document | Description |
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| Application for Water License Amendment | Nunavut Water Board Application Form |
| Letter Of Authority | Letter Authorizing Chad Corson as a Representative of Peregrine Regarding this License |
| Schedule 1: Critical Locations and Coordinates | Location names and Coordinates for water sources and critical areas under the current permit 2BE-CHI1823 |
| Schedule 1: Map 1 | Chidliak Project Location Map; Mining Leases |
| Schedule 1: Map 2 | Chidliak Project Location Map: Camp Locations |
| Schedule 1: Map 3 | Chidliak Project Location Map: Water Source locations under the current and requested renewal permit. |
| Schedule 1: Map 4 | Chidliak Project Extents Map: Lease block coordinates & Boundaries. |
| Schedule 2: NPC Letter | Nunavut Planning Commission; Screening determination Letter 2023. |
| Schedule 3: Chidliak Permit History | Historical Table outlining Nunavut Water Board permit documents and Activities |
| Schedule 4: List of Authorized Activities | List of Authorized project activities under the current permit 2BE-CHI1823 |
| Schedule 5: Waste Management Plan | The 2022 revised Chidliak Project Waste Plan |
| Schedule 6: Environmental Impacts | Description of potential Environmental Impacts associated with activities. |
| Schedule 7: Consultation Catalogue | Summary of consultation with applicable stakeholders. |
| Schedule 8: Security Information | Outlined anticipated cost of Abandonment and Restoration. |
| Schedule 9 & 9B: Statement of Good Standing | Corporate statements of good standing for both Peregrine and (b) De Beers. |
| Schedule 10: Corporate Certificates | Peregrine Certificate of Registration as an Extra-terrritorial Corporation |

| Schedule 11 & 11B: Environmental Baseline Studies | An outline of prior and ongoing environmental Baseline Studies to date. |
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| Schedule 12: Chidliak Project Summary | A summary of the Chidliak Project in English |
| Schedule 13: Inuktitut Project Summary | A summary of the Chidliak Project in Inuktitut |
| Schedule 14: Spill Contingency Plan | The 2022 revised Spill Contingency Plan for the Chidliak Project |
| Schedule 15: Abandonment and Restoration Plan | The 2022 revised Chidliak Project Abandonment and Restoration Plan |
| Schedule 16: Remote Camp Questionnaire | Nunavut Water Board Remote Exploration Camp Questionnaire |