



CHIDLIAK PROJECT

NIRB File No.: 08AN008

AANDC File No.: N2008C0005

QIA File No.: Q08L1C01

NWB File No.: 2BE-CHI0813

NANUQ PROJECT

NIRB File No.: 08EN002

AANDC File No.: N2007C0039

NWB File No.: 2BE-NAN0813

July 27, 2012

Shirley Standafer-Pfister
Manager, Regulatory and Environmental Affairs
Peregrine Diamonds Ltd.
#201 – 1250 Homer Street
Vancouver, BC V6B 1C6

Via email: Shirley@pdiam.com

RE: Acknowledgement of Annual Report for the Chidliak and Nanuq Projects

Dear Shirley Standafer-Pfister:

Thank you for submitting Peregrine Diamonds Ltd.'s 2011 annual report for the Chidliak and Nanuq Projects to the Nunavut Impact Review Board (NIRB or Board) as recommended in the Screening Decision Report (NIRB File No.: 08AN008).

Term and Condition #5 of the March 28, 2012 Screening Decision Report for NIRB File No. 08AN008, recommended the following:

5. The Proponent shall submit an annual report with copies provided to the NIRB, INAC, QIA and the Government of Nunavut, Department of Environment (GN-DOE) before March 31 of each year during the project operation period. The report must contain, but not be limited to, the following information:
 - A summary of activities undertaken in the reporting year;
 - A work plan for the following year;
 - An analysis regarding potential impacts to wildlife from the project, and the any mitigation measurements adopted to modify the operational activities to minimize the impacts to wildlife in project areas.
 - Description of any wildlife encounters and any actions/mitigation measures taken;
 - A summary of site-visits by Land Use Inspectors with results and follow-up actions;

- Site photos;
- A summary of community consultations;
- Progressive reclamation work undertaken;
- Efforts made to achieve compliance with the *Canadian Wide Standards for Dioxins and Furans*, and the *Canadian Wide Standards for Mercury*;
- A summary of the number and location of spills and failures which activated the Spill Contingency Plan;
- The number of helicopter touch-downs on the land with date and location (provide unless confidential).

Also, Term and Condition #1 of Monitoring and Reporting Requirements Section within the December 18, 2008 Screening Decision Report for NIRB File No. 08AN008 recommended the following:

1. The Proponent shall submit an annual report as indicated in NIRB Screening Decision Report dated March 28, 2008, including reporting on the following additional project components and activities, and associated mitigation measures employed:
 - Trenching;
 - On ice drilling (in particular, water quality data); and
 - Lake ice airstrip operation.

Upon review of your submission we have concluded that the Annual Report contains the above specified information and there are no deficiencies to note.

Thank you for providing the information requested by the Board. If you have any questions or concerns, please feel free to contact me at (867) 983-4611 or at info@nirb.ca.

Sincerely,



Tara Arko
Technical Advisor
Nunavut Impact Review Board

Cc Jeff Mercer, Aboriginal Affairs and Northern Development Canada
Tracey McCaie, Aboriginal Affairs and Northern Development Canada
Phyllis Beaulieu, Nunavut Water Board