

Files: 2BE-CHI1218/TR/B2 2BE-NAN1318/TR/B2

May 23, 2014

David Willis, Land Administrator Peregrine Diamonds Ltd. 201 – 1250 Homer Street Vancouver, BC V6B 1C6 Email: dave@pdiam.com

Subject: Licence No. 2BE-CHI1218 "Chidliak Project", Qikiqtani Region, Nunavut;

License No. 2BE-NAN1318 "Nanuq Project", Kivalliq Region, Nunavut;

Peregrine Diamonds Ltd.

Submission of 2013 Annual Reports

Dear Mr. Willis,

The Nunavut Water Board ("NWB") received on November 29, 2013, the 2013 Annual Reports for the above-mentioned projects. The reports were forwarded to the distribution list for information.

The Report for Chidliak Project included the followings:

- Incident/Accident Report Forms; and
- Summary of Activities and Trench Monitoring Plan dated October 4, 2013, with
 - o Appendix "A": CH-6 Trench Plan;
 - o Appendix "B": Laboratory Certificates; and EBA Analysis Letter.
 - Appendix A: Laboratory Analysis;
 - Appendix B: EBA's General Conditions.

The submissions were found to be meeting the reporting requirements of licenses 2BE-CHI1218 and 2BE-NAN1318. In addition, the NWB appreciates the inclusion of the photographs and figures to help aid in the understanding of the activities that have taken place.

The Licensee is also reminded that Part I, Item 3 of the licence 2BE-CHI1218 required that a Consolidated Plan to be submitted to the Board for review within ninety (90) days following issuance of the Licence that includes the Plan approved by Part I, Item 2 within the Abandonment and Restoration Plan approved under Part I, Item 1, and includes additional details...

Should you have any questions, please feel free to contact the undersigned at (867) 360-6338 or karen.kharatyan@nwb-oen.ca, at your earliest convenience.

Yours truly,

Original Signed By:

Karén Kharatyan Technical Advisor

cc: Distribution List – Qikiqtani & Kivalliq