



February 9, 2018

Mr. Richard Dwyer, Licence Administrator
Nunavut Water Board
PO Box 119
Gjoa Haven, Nunavut X0B 1J0

Dear Mr. Dwyer:

RE: CHIDLIAK PROJECT – 2BE-CHI1218 ANNUAL WATER USE REPORT – CALENDAR YEAR 2017

Peregrine Diamonds Ltd. (“Peregrine”) currently holds water use licence 2BE-CHI1218. The annual water use fee for this water use licence is \$897.90 was paid to INAC on January 29, 2018 (Receipt #10018). Please find attached the water use report for the Chidliak project for the calendar year 2017.

If you have any questions please do not hesitate to contact me at (604) 608-4524. My direct line is (604) 608-4524.

Yours truly,

PEREGRINE DIAMONDS LTD.

David Willis – Manager, Lands & Community