

NOTICE OF INDICATION NIRB FILE NO.: 08EN002

INAC File No.: N2007C0039

November 23, 2009

Spencer Dewar Manager Land Administration Indian and Northern Affairs Canada Iqaluit, NU

Via email: spencer.dewar@inac-ainc.gc.ca

Re: Notice of Indication for Peregrine Diamonds Ltd's amendment request with Indian and Northern Affairs Canada for its Nanua Diamond Exploration project, additional Application Terms and Conditions

Dear Spencer Dewar:

Enclosed is the Nunavut Impact Review Board's (NIRB) Screening Decision Report to the Honourable Chuck Strahl, Minister of Indian and Northern Affairs Canada (INAC) for Peregrine Diamonds Ltd's (the Proponent) request to INAC for an amendment to their Land Use Permit for their "Nanuq Diamond Exploration" project in the Kivalliq Region.

NIRB has assessed this project proposal for ecosystemic and socio-economic impacts taking into consideration the comments from relevant authorities and communities. Based on this assessment, NIRB's indication to the Minister is in accordance with **12.4.4** (a) which states the following:

"The proposal may be processed without a review under Part 5 or 6; NIRB may recommend specific terms and conditions to be attached to any approval, reflecting the primary objectives set out in Section 12.2.5."

The enclosed NIRB Screening Decision for NIRB File No. 08EN002, signed on November 23, 2009 by Lucassie Arragutainaq at Sanikiluaq, has been issued to INAC and is subject to the terms and conditions contained herein being imposed upon the Proponent.

NIRB is aware of INAC's authority to regulate the terms and conditions attached to the enclosed Screening Decision Report, and requests that INAC send a hardcopy of the authorization with NIRB's file number referenced on the document to the NIRB office to complete our files. In

addition, NIRB requests that copies of any subsequent inspection reports related to the subject project proposal be sent to the NIRB office.

Please contact Sophia Granchinho, NIRB's Technical Advisor at 867-983-4607 or info@nirb.ca if you have any questions or concerns.

Sincerely,

Sophia Granchinho Technical Advisor

Nunavut Impact Review Board

Attachments: NIRB Screening Decision Report – November 23, 2009 (NIRB File No.: 08EN002)

cc: Shirley Standafer-Pfister, Peregrine Diamonds Ltd.

Phyllis Beaulieu, Nunavut Water Board