

November 20, 2012

By Courier

Ms. Phyllis Beaulieu, Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, Nunavut X0B 1J0

Dear Ms. Beaulieu:

RE: 2012 WATER USE FEE FOR 2BE-NAN0813

It has come to my attention the 2012 annual water use fee for Class "B" Water Use Licence was due on April 18, 2012. The total fee for this Licence is \$219.00.

The charge will be placed on my Peregrine Corporate MasterCard account. I will call you with the details.

If you require further details please do not hesitate to contact me directly at (604) 608-4524 or by email at dave@pdiam.com.

Yours truly,

PEREGRINE DIAMONDS LTD.

David Willis - Land Administrator