

July 23, 2015

BY ELECTRONIC MAIL

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

Dear Ms. Beaulieu:

## RE: 2BE-NAN1318 - NANUQ ANNUAL REPORT COVER LETTER

Please find enclosed the 2BE-NAN1318 annual report for the Nanuq Project covering report year January 18, 2015 to January 18, 2016. Peregrine has not conducted any 2015 field work to date and will not be conducting field work for the balance of the year. The water allocation under 2BE-NAN1318 is  $60\text{m}^3$  per day. The fees ae detailed below:

January 18, 2014 to January 18, 2015 = outstanding balance of \$165.00 =  $60\text{m}^3$  allocation x \$0.01 per cubic meter x 365 days = \$219.00/year

The fees will be paid by corporate MasterCard. At your convenience please email me the receipt for my accounting records.

Please do not hesitate to contact me at (604) 608-4524 or by email (<u>dave@pdiam.com</u>) if you have any questions or require anything

Yours truly,

PEREGRINE DIAMONDS LTD.

David Willis – Land Administrator

cc. Jean Allen, AANDC - Water Resources

NWB Annual	Report	Year being reported: 2015
License No:	2BE-NAN1318	Issued Date: January 18, 2013 Expiry Date: June 30, 2018
	Project Name:	Nanuq
	Licensee: Pereg	rine Diamonds Ltd.
	Mailing Address:	Suite 201 - 1250 Homer Street Vancouvr, BRitish COlumbia V6B 1C6
		iling Annual Report (if different from Name of Licensee please clarify two entities, if applicable):
	Peregrine Diamond	s Ltd.
General Back	ground Information	on the Project (*optional):
	No exploration work	conducted in 2015 and no exploration work planned for 2015.
Licence Requ	uirements: the licens	see must provide the following information in accodance
	Part B Tto	em 2 $\blacksquare$
	ter; sewage and gre	nd waste disposal activities, including, but not limited to: methods of ywater management; drill waste management; solid and hazardous
	Water Source(s):	Lorillard River
	Water Quantity:	10 per dayQuantity Allowable Domestic (cu.m)0Actual Quantity Used Domestic (cu.m)50 per dayQuantity Allowable Drilling (cu.m)0Total Quantity Used Drilling (cu.m)
	Waste Management a Solid Waste Disp Sewage Drill Waste Greywater Hazardous Other:  Additional Details:	
	No work done, no w	ast generated.

A list of unauthorized discharges and a summary of follow-up actions taken.

	Spill No.: None (as reported to the Spill Hot-line)
	Date of Spill: None  Date of Notification to an Inspector: Not Applicable
	Additional Details: (impacts to water, mitigation measures, short/long term monitoring, etc)
	No Spills
Revisions to	the Spill Contingency Plan  SCP submitted and approved - no revision required or proposed
	Additional Details:
	No revisions
Revisions to	the Abandonment and Restoration Plan
	AR plan submitted and approved - no revision required or proposed
	Additional Details:
	No revisions
Progressive	Reclamation Work Undertaken
g	Additional Details (i.e., work completed and future works proposed)
	No reclaimation done or necessary
Results of th	e Monitoring Program including:
recount of the	
	The GPS Co-ordinates (in degrees, minutes and seconds of latitude and longitude) of each location where sources of water are utilized;
	Not Applicable (N/A)
	Additional Details:
	No exploration work planned or done in 2015
	No exploration work planned or done in 2015
	The GPS Co-ordinates (in degrees, minutes and seconds of latitude and longitude) of
	each location where wastes associated with the licence are deposited;
	Not Applicable (N/A)
	Additional Details:
	No exploration work done in 2015

## Results of any additional sampling and/or analysis that was requested by an Inspector

	No additional sampling requested by an Inspector or the Board		
نے	Additional Details: (date of request, analysis of results, data attached, etc)		
	No additional sampling requested.		
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Any other det being reporte	tails on water use or waste disposal requested by the Board by November 1 of the year		
	No additional sampling requested by an Inspector or the Board		
	Additional Details: (Attached or provided below)		
	No additional sampling requested.		
L			
	es or follow-up actions on inspection/compliance reports		
	No inspection and/or compliance report issued by INAC		
_	Additional Details: (Dates of Report, Follow-up by the Licensee)		
	No inspection reports received.		
Any addition	al comments or information for the Board to consider		
	No field work conducted to date in 2015 and no field work planned.		
Date Submitte Submitted/Pr Contact Infor	epared by: David Willis		