



November 29, 2013

BY ELECTRONIC MAIL

Ms. Phyllis Beaulieu, Manager of Licensing

Nunavut Water Board

P.O. Box 119

Gjoa Haven, Nunavut, X0A 0H0

Dear Ms. Beaulieu:

RE: 2BE-NAN1318

Peregrine Diamonds Ltd. ("Peregrine") holds Nunavut Water Board water licence 2BE-NAN1318 as one of its field authorizations for the Nanuq Project located 50 kilometres southwest of Wager Bay on 250K NTS Map 56G. The permit was issued January 18, 2013 and expires June 30, 2018. Peregrine is required to file an annual report as part of the permit terms and pay annual water usage fees amounting to \$219.00. The following item is included to fulfill the reporting requirements:

- NWB Annual Report Form for 2013

The annual water usage fees for 2013 were paid by credit card on November 29, 2013 and the receipt is pending.

If you have any questions on these items or require additional information please do not hesitate to contact me at (604) 608-4524.

Yours truly,

PEREGRINE DIAMONDS LTD.

David Willis – Land Administrator