

DE BEERS GROUP

November 04, 2022

By Electronic Mail

Mr. Karén Kharatyan, Mgr of Tech Services
NWB – Licencing Department
PO Box 119
Gjoa Haven, NU X0B 1J0
Email: karen.kharatyan@nwb-oen.ca

Mr. Richard Dwyer, Licencing Administrator
NWB – Licencing Department
PO Box 119
Gjoa Haven, NU X0B 1J0
Email: Richard.Dwyer@nwb-oen.ca

Dear Mr. Dwyer & Mr. Kharatyan:

RE: NANUQ PROJECT – 2BE-NAN1823 ANNUAL WATER USE – CALENDAR YEAR 2022

In September 2018, Peregrine Diamonds Ltd. (Peregrine) was purchased by De Beers Canada Inc. (De Beers). Peregrine is now a wholly owned subsidiary of De Beers.

Peregrine currently holds water use licence 2BE-NAN1823. The annual water use fee for this water use licence is \$219.00 based upon fees set out in Section 12(1)(b) of the Nunavut Waters Regulations (SOR/2016-69).

Maximum water allocation = 60 m³ per day

Total days in the year = 365

Charge per cubic meter = \$0.01 per m³

Total annual fee: \$219.00 (60m³ x 365 days x \$0.01 per m³)

No field work was undertaken in 2022. Only one camp (Nanuq Camp) is located on the project. No fuel is stored at the camp or cached at the project.

The last field program undertaken on the Nanuq Project was a partial demobilization of the Nanuq Camp in 2016, the last exploration program was a one-day sampling program in 2014 and the last significant exploration program was during the summer to 2011. In 2022 photographs of the Nanuq camp were taken by a helicopter operator in the area. The camp remains intact and secure.

The annual water use report for calendar year 2022 is attached.

No field programs are anticipated for 2023.

De Beers Canada inc.

1601 Airport Road NE Suite 300 Calgary Alberta T2E 6Z8
www.debeersgroup.com/canada | info.canada@debeersgroup.com
Incorporated in Canada | Registration number 889569596

A member of the Anglo American plc group

DE BEERS GROUP

If you have any questions on this matter please do not hesitate to contact me by telephone at (249)-377-4445 or by email chad.corson@debeersgroup.com.

Yours truly,

DE BEERS CANADA INC. FOR PEREGRINE DIAMONDS LTD.

A handwritten signature in black ink, appearing to read "Chad Corson", is displayed on a light gray rectangular background.

Chad Corson – De Beers Group