

Application for Water Licence Renewal

Document Date: April 2013

Application Submission Date:	
	Month/Day/Year

P.O. BOX 119 GJOA HAVEN, NUNAVUT XOB 1J0

Tel: (867)360-6338 FAX:(867)360-6369 אלים אבירה אוניים אביי שליים אוניים אליים אוניים א

DOCUMENT MANAGEMENT

Original Document Date: April 2010

DOCUMENT AMENDMENTS

	Description	Date
(1)	Updated for public distribution as separate document	June 2010
	from NWB Guide 7	
(2)	Updated NWB logos and reformatted table to allow rows	May 2011
	to break across page	
(3)	New NWB logo and request for background information	April 2013
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		



P.O. Box 119

Tel: (867) 360-6338

FAX: (867) 360-6369

200 ALCOPO BOLPO GJOA HAVEN, NU XOB 1JO NUNAVUT WATER BOARD NUNAVUT IMALIRIYIN KATIMAYIT OFFICE DES EAUX DU NUNAVUT

APPLICATION FOR WATER LICENEC RENEWAL

Your application may be classified as a **renewal** only if all operations remain the same as previously licensed and only the term of the licence requires change. If your application contemplates:

- a change to the volume of water authorized for use;
- a new activity related to water use or waste disposal;
- a new component related to water use or waste disposal;
- a change in predicted environmental impacts(s); and/or
- a change to any term or condition of the original licence

your application is NOT classified as a renewal but rather an amendment and will require submission of an Application for Water Licence Amendment. Licensees applying for combined renewal / amendment are also referred to the Application for Water Licence Amendment.

The applicant is referred to the NWB's Guide 7: Licensee Requirements Following the Issuance of a Water Licence for more information about this application form.

Where possible, provide background information regarding the original licence application or attach previously submitted information.

EXISTING LICENCE NO: _2BE-NQN0914
1. LICENSEE CONTACT INFORMATION
Is the licensee the same as that referred to on the existing licence?
X Yes No
If No, a licence assignment must be completed and approved by the NWB. A renewal will only be issued in the name of the current licensee in the absence of assignment of the licence.
If the licensee is the same, but the <u>name</u> of the licensee has changed, attach a certificate of name change.
Name: Peregrine Diamonds Ltd.
Address: Suite 201 – 1250 Homer Street, Vancouver, British Columbia V6B 1C6
Phone: 604-408-8880 Fax: 604-408-8881 e-mail: dave@pdiam.com

2. LICENSEE REPRESENTATIVE CONTACT INFORMATION – If different from Block 1.		
Name: David Willis, Land Administrator		
Address: Same as Block 1 Phone: Same as Block 1 Fax: Same as Block 1 e-mail: Same as Block 1		
(Attach authorization letter.) Unchanged from before		
3. NAME OF PROJECT		
Is the name of the project the same as that considered in the existing water licence?		
X Yes No		
Indicate the name of the project including the name of the location: Nanuq North Project on 250K NTS Map Sheet 56G – Wager Bay		
4. LOCATION OF UNDERTAKING		
Is the location of the undertaking the same as that considered in the existing water licence?		
X Yes No Project Extents		
The following coordinates are read clockwise from the top NW corner of the Nanuq North Property:		
1.) 91° 14′ 59″ W 65° 42′ 27″ N 2.) 91° 10′ 58.6″ W 65° 42′ 30″ N 3.) 90° 51′ 24.3″ W 65° 37′ 57.4″ N 4.) 90° 31′ 57″ W 65° 39′ 17.4″ N 5.) 90° 31′ 57.7″ W 65° 29′ 7″ N 6.) 91° 3′ 40.2″ W 65° 37′ 18″ N 7.) 91° 14′ 57.5″ W 65° 37′ 23.8″ N		
Camp Location(s)		
Latitude: (65° 23' 43.5" N) Longitude: (91° 12' 54.8" W)		
5. MAP		
Are the locations of the main components of the undertaking the same as those considered in the existing licence? X Yes No		
Attach a topographical map, indicating the main components of the undertaking.		
NTS Map Sheet No.: 56G Map Name: Wager Bay Map Scale: 1:250,000		

6.	NATURE OF INTEREST IN THE LAND		
Is the nature of the interest in the land the same as that considered in the existing water licence?			
	X Yes	□No	
	any of the following that are applicable to the propo ce' header must be checked).	osed undertaking (at least one box under the	
	Sub-surface		
	☐ Mineral Lease from Nunavut Tunngavik Incorpo Date (expected date) of issuance:		
	X Mineral Claim from Indian and Northern Affairs C Date (expected date) of issuance:		
	Surface		
	X Crown Land Use Authorization from Indian and Note (expected date) of issuance:		
	☐ Inuit Owned Land (IOL) Authorization from Kitik Date (expected date) of issuance:		
	☐ IOL Authorization from Kivalliq Inuit Association Date (expected date) of issuance:		
	☐ IOL Authorization from Qikiqtani Inuit Association Date (expected date) of issuance:		
	Commissioner's Land Use Authorization Date (expected date) of issuance:	Date of expiry:	
	Other		
	Date (expected date) of issuance:	Date of expiry:	
Is the	name of the entity(s) holding authorizations the sam	ne as that considered in the existing water licence?	
	X Yes	□No	
If No,	a licence assignment must be completed and appro	ved by the NWB.	
	of entity(s) holding authorizations:		

7.	NUNAVUT PLANNING COMMISSION	I (NPC) DETERMINATION
Is the	undertaking located in the same land use	se planning area as that considered in the existing licence?
		X Yes No
Indicat	e the land use planning area in which the	ne project is located.
	☐ North Baffin ☐ South Baffin ☐ Akunniq	X Keewatin (Currently called the Kivalliq) Sanikiluaq West Kitikmeot
Was a		required from NPC prior to the issuance of the existing water
		☐ Yes X No
If Yes,	indicate date issued and attach copy	
Does	the proposed renewal change the origina	al NPC conformity determination or the need to obtain one?
		☐ Yes X No
If Yes, If No,	indicate date issued (or expected) and a provide written confirmation from NPC co	attach a copyconfirming that a land use plan conformity review is not required.
8.	NUNAVUT IMPACT REVIEW BOARD	(NIRB) DETERMINATION
Was a	screening determination required from I	NIRB prior to the issuance of the existing water licence?
		X Yes No
NIRB	indicate date issued and attach copy. File # 09EN011 – Indicator Minerals ppendix "A"	
Does	the proposed renewal change the origina	al NIRB screening determination or the need to obtain one?
		☐ Yes X No
	indicate date issued (or expected) and a provide written confirmation from NIRB of	attach a copyconfirming that a screening determination is not required.
9.	DESCRIPTION OF UNDERTAKING	
Is the d	escription of the undertaking the same a	as that considered in the existing water licence?
		X Yes No
List and	d attach plans and drawings or project pr	proposal.
See Ma	ap 1: NTS Map 56G in Appendix " B "	

10. OPTIONS		
Are the alternative methods and locations that were considered to carry out the project the same as those considered in the existing water licence?		
X Yes No		
Provide a brief explanation of the alternative methods or locations that were considered to carry out the project.		
The project area is geographically and geologically confined/defined. There are no alternates to locating the project where it is currently located. The camp location could potentially be moved but this would require additional ground logistics and result in a greater footprint. The present camp location works where it is presently located.		
11. CLASSIFICATION OF PRIMARY UNDERTAKING		
Is the primary undertaking the same as that considered in the existing water licence?		
X Yes No		
Indicate the primary classification of undertaking by checking one of the following boxes.		
☐ Industrial ☐ Agricultural X Mining and Milling (includes exploration/drilling/exploration camps) ☐ Conservation ☐ Municipal (includes camps/lodges) ☐ Recreational ☐ Power ☐ Miscellaneous (describe below):		
See Schedule II of the Northwest Territories Waters Regulations for Description of Undertakings.		
12. WATER USE		
Is the type(s) of water use(s) the same as that considered in the existing water licence?		
X Yes No		
Check the appropriate box(s) to indicate the type(s) of water use(s) being applied for.		
X To obtain water for camp/ municipal purposes To obtain water for industrial purposes To cross a watercourse To alter the flow of, or store water X Other: drill water		

13.	QUANTITY OF WATER INVOLVED
Is the	source of water the same as that considered in the existing licence? X Yes \sum No
	of water source(s): _Domestic Water Source is illustrated on attached Map #2 in Appendix "B" location(s) on map) Local water sources in the project area will be used once the drill locations have been defined.
Is the	quality of the water source and its available capacity the same as that considered in the existing licence?
	X Yes No
Descr	ibe the quality of the water source(s) and the available capacity(s)
	stic water to be drawn from a local round shaped lake approximately 1200 metres in diameter. Local water sources icient volume will be utilized once drill locations have been defined.
Is the	overall estimated quantity of water to be used the same as that considered in the existing licence?
	X Yes No
Provid	de the overall estimated quantity of water to be used: Total use is 58 m³/day Domestic = 8 m³/day Drilling = 50 m³/day (when drill activities are taking place)
Are th	ne quantity(s) of water to be used from each source the same as those considered in the existing licence?
	X Yes No
•	e the estimated quantity(s) of water to be used from each source: Domestic = 8 m³/day lake on round lake adjacent to camp Drilling = 50 m³/day from local water sources once drill targets are defined and when drill activities are taking place) ne quantity(s) of water to be used for each purpose the same as those considered in the existing licence?
	X Yes □ No
Provid	de the estimated quantities to be used for each purpose (camp, drilling, etc.):
•	Domestic = 8 m³/day Drilling = 50 m³/day (when drill activities are taking place)
•	
	ne method(s) of extraction the same as those considered in the existing licence? X Yes No
	ibe the method(s) of extraction: used for both domestic and drilling purposes will require the use of a gas powered pump.
Are th	ne quantity(s) of water returned to source(s) the same as those considered in the existing licence?
	X Yes No
Estima	ated quantity(s) of water returned to source(s): 0 m³/day
Are t	he quality(s) of water(s) returned to source(s) the same as those considered in the existing licence?
	X Yes
Desc	ribe the quality(s) of water(s) returned to source(s):_At present no water will be returned to source.

14.	WASTE				
Are the type(s) of waste(s) to be generated and/ or deposited the same as those considered in the existing licence?					
			X Yes	No	
Chec	k the appropriat	e box(s) to indicate	the types of waste(s)	generated and deposi	ted.
	X Sewage X Solid Waste Hazardous X Bulky Items Animal Wa	s s/Scrap Metal aste	X Waste oil X Greywater Sludges Contamina	ted soil and/or water	
15.	QUANTITY A	ND QUALITY OF W	ASTE INVOLVED		
Are t	he quantity(s) o	f the types of wastes	involved the same as	s those considered in	the existing licence?
			X Yes	No	
Are t	he composition	(s) of the types of wa	stes involved the san	ne as those considere	d in the existing licence?
			X Yes	No	
Are t		treatment for the ty	oes of waste involved	the same as those co	nsidered in the existing
			X Yes	No	
Are the method(s) of disposal for the types of waste involved the same as those considered in the existing licence?					
			X Yes	No	
For each type of waste indicated in Block 14, describe its composition, quantity in cubic meters/day, method of treatment and method of disposal.					
Туре	of Waste	Composition	Quantity Generated	Treatment Method	Disposal Method
Sewa	age		20 litres	Pacto Toilets	Incinerated – removed from site
Grey	water		3 cubic metres	Soil filter/box	Sump
Solid	waste			Incinerated	Ashes removed from site
Scra	p Metal	Misc. broken drill parts	150 lbs/ season	None	Removed from site

Removed from Site

Removed from Site

50 litres

5 per day

None

None

Engine oil

Empty 205

litre fuel drums

Waste oil

Empty Drums

16. OTHER AUTHORIZATIONS
In addition to the sub-surface and surface land use authorizations provided in Block 6, are the same authorizations required as considered in the existing licence?
X Yes
Authorization: AANDC Class "A" Land Use Permit N2012C0026
Administering Agency: AANDC Land Administration
Project Activity: Nanuq North Project: Exploration Camp and Drilling
Date (expected date) of issuance: July 29, 2013 Date of expiry: July 28, 2015
17. PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES
Are predicted environmental impacts of the undertaking and proposed mitigation measures the same as those considered in the existing water licence?
X Yes No
Describe direct, indirect, and cumulative impacts related to water and waste.
This is an ongoing field program that seeks to resolve numerous high quality geophysical indicator mineral anomalies, geochemical anomalies and geophysical anomalies. Field activities will largely consist of low
impact work such as prospecting, mapping, till and rock sampling, and ground geophysics. Mechanical exploration work (drilling) will be undertaken when drill targets are defined through geological work.

18. WATER RIGHTS OF EXISTING AND OTHER WATER USERS
Are the effects of the undertaking on any known persons or property including those that hold licences for water use in precedence to the application, domestic users, in-stream users, authorized waste depositors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered trapline holders, and holders of other rights of a similar nature, the same as those considered in the existing water licence?
X Yes No
Provide the names, addresses and nature of use for any known persons or properties that may be adversely affected by the proposed undertaking, including those that hold licences for water use in precedent to the application, domestic users, in-stream users, authorized waste depositors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered trapline holders, and holders of other rights of a similar nature.
No known holders.
Advise the Board if compensation has been paid and/or agreement(s) for compensation have been reached with any existing or other users.
No compensation being paid there are no water rights holders.
19. INUIT WATER RIGHTS
Are the effects of the undertaking on the quality, quantity or flow of waters flowing through Inuit Owned Land (IOL) the same as those considered in the existing water licence?
X Yes No
Advise the Board of any substantial affect of the quality, quantity or flow of waters flowing through Inuit Owned Land (IOL), and advise the Board if negotiations have commenced or an agreement to pay compensation for any loss or damage has been reached with one or more Designated Inuit Organization (DIO). No water flowing through IOLs
20. CONSULTATION - Provide a summary of any consultation meetings including when the meetings were held, where and with whom. Include a list of concerns expressed and measures to address concerns. See Appendix "C"

21. SECURITY INFORMATION
Is the financial security assessment the same as that considered in the existing water licence?
X Yes No
Is the estimate of the total financial security for final reclamation the same as that considered in the existing water licence?
X Yes No
Provide an estimate of the total financial security for final reclamation equal to the total outstanding reclamation liability for land and water combined sufficient to cover the highest liability over the life of the undertaking. Estimates of reclamation costs must be based on the cost of having the necessary reclamation work done by a third party contractor if the operator defaults. The estimate must also include contingency factors appropriate to the particular work to be undertaken.
Camp has not been set-up. When established it would cost approximately \$30,000.00. The planned camp is small and would require a couple of Twin Otter flights and a day of labour to demobilize.
Where applicable, the financial security assessment should be prepared in a manner consistent with the principals respecting mine site reclamation and implementation found in the <i>Mine Site Reclamation Policy for Nunavut</i> , Indian and Northern Affairs Canada, 2002.
22. FINANCIAL INFORMATION
Is the statement of financial security the same as that considered in the existing water licence?
X Yes No
Provide an updated statement of financial security. – No financial Security Associated with Water Use Licence
If the applicant is a business entity please answer the questions below:
Is the list of the officers of the company the same as those considered in the existing water licence?
X Yes No
Provide a list of the officers of the company.
 Eric Friedland – CEO Brooke Clements – President Tom Peregoodoff – Executive Vice President, Business Development Greg Shenton – Chief Financial Officer
Is the Certificate of Incorporation or evidence of registration of the company name the same?
X Yes No
Attach a copy of the Certificate of Incorporation or evidence of registration of the company name.
See Appendix "D"

23. STUDIES UNDERTAKEN TO DATE

List and attach updated studies, reports, research etc.

Provide a compliance assessment and status report including a response to any inspector's reports. The licensee must contact the NWB for licence specific direction in completing the assessment and report.

If in non-compliance, a licence may not be issued until compliance is achieved. If in non-compliance, attach plans/reports for consideration. Application will not be processed if significant issues of non-compliance exist.

- 1) December 2009 Mineral Assessment Report 85540 Indicator Minerals
- 2) January 2011 Mineral Assessment Report 85602 Indicator Minerals
- 3) July 2012 Mineral Assessment Report 85733 Peregrine Diamonds Ltd.
- 4) November 2012 Annual Water Use Report Peregrine Diamonds Ltd.
- 5) November 2013 Annual Water Use Report Peregrine Diamonds Ltd.

No compliance issues have been issued by inspectors for 2BE_NQN0914 All annual fees have been paid

Is the time schedule for all phases of development (construction, operations, closure and post closure) that considered in the existing licence?	e same as					
Seasonal = X Yes No						
Indicate the proposed start and completion dates for each applicable phase of development (construction operation, closure, and post closure).						
Construction Proposed Start Date: March 2015 Proposed Completion Date: March 2015 (month/year) Operation						
Operation Proposed Start Date: March 2015 Proposed Completion Date: September 2020 (month/year) (month/year)						
Closure Proposed Start Date: September 2020 Proposed Completion Date: (month/year) (month/year) Post - Closure						
Proposed Start Date: September 2020 Proposed Completion Date:						
For each applicable phase of development indicate which season(s) activities occur.						
<u>Construction</u> X Winter ☐ Spring X Summer ☐ Fall ☐ All season						
Operation X Winter Spring X Summer Fall All season						
Closure X Winter ☐ Spring X Summer ☐ Fall ☐ All season						
Post - Closure X Winter Spring X Summer Fall All season						

25. PROPOSED TERM OF LICENCE						
On what date does the existing licence expire? October 31, 2014						
Indicate the proposed term of the renewal (maximum of 25 years): 6 year (to 2020)						
Requested date of renewal issuance: November 1, 2014 Requested Expiry Date: November 1, 2020 (month/year) (month/year)						
(The requested date of renewal issuance must be <u>at least</u> three (3) months from the date of application for a type B water licence and <u>at least</u> one (1) year from the date of application for a type A water licence, to allow for processing of the water licence application. These timeframes are approximate and do not account for the time to complete any pre-licensing land use planning or development impact requirements, time for the applicant to prepare and submit a water licence application in accordance with any project specific guidelines issued by the NWB, or the time for the applicant to respond to requests for additional information. See the NWB's <i>Guide 5: Processing Water Licence Applications</i> for more information)						
26. ANNUAL REPORTING						
Is the annual report template expected to be the same as that considered in the existing licence?						
X Yes No						
If not using the NWB's <u>Standardized Form for Annual Reporting</u> , provide details regarding the content of annual reports and a proposed outline or template of the annual report.						

27.	CHECKLIST									
The fol	lowing must be include	d with the ap	plication for ren	ewal for the v	water licensing process to begin.					
	Completed Application	n for Water	Licence Renewa	al form.	e expected					
	X Yes	☐ No	If no, o	date expected	i					
	Updated plans, including designs and reports (see Block 23).									
	X Yes – Appendix "E	,	□No	If no	, date expected					
	Updated security assessment (see Block 21).									
	X Yes – See Block 2	1	□No	If no, date	expected					
	Updated financial sta									
	X Yes – Appendix "D	,,	□No	If no	, date expected					
	Compliance Assessment / Status Report (see Block 23).									
	X Yes - Block 23		□No	If no, dat	e expected					
	English Summary of Renewal Application.									
	X Yes – Appendix "F"	,	□No	If no	o, date expected					
	Inuktitut and/or Inuinnaqtun Summary of Renewal Application.									
	X Yes - Appendix "F"		□No	If no	, date expected					
	Application fee of \$30.00 CDN (Payee Receiver General for Canada).									
	X Yes	No If no, date expected								
	Water Use Fee Deposit of \$30.00 CDN (Payee Receiver General for Canada). The actual water use fee will be calculated by the NWB based upon the amount of water authorized for use in accordance with the Regulations at the time of issuance of the licence.									
	X Yes – Paid by Cre	dit Card] No	If no, date expected					

28. SIGNATURE

I, David Willis (print name)

certify that the application requires no changes to water use or waste disposal as previously authorized and that the information given on this form is, to the best of my knowledge, correct and complete.

_____October 6, 2014

Signature Date