

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-NQN1521 - NANUQ NORTH ANNUAL REPORT

Please find enclosed the 2BE-NQN1521 annual report for the Nanuq Project covering report year March 30, 2015 to March 30, 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-NQN1521 is 60m³ per day. The fees ae detailed below:

March 30, 2015 to March 30, 2016 = 58m^3 allocation x \$0.01 per cubic meter x 365 days = \$211.70/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

I Report	Year being reported: 2015
2BE-NQN1521	Issued Date: March 31, 2015 Expiry Date: March 30, 2021
Project Name:	Nanuq North
Licensee: Pere	grine Diamonds Ltd.
Mailing Address:	Suite 201 - 1250 Homer Street Vancouvr, BRitish COlumbia V6B 1C6
	filing Annual Report (if different from Name of Licensee please clarify two entities, if applicable):
Peregrine Diamon	ds Ltd.
kground Informatio	n on the Project (*optional):
·	rk conducted in 2015 and no exploration work planned for 2015. In see must provide the following information in accodance
Part B	Item 2 ▼
	and waste disposal activities, including, but not limited to: methods of eywater management; drill waste management; solid and hazardous
Water Source(s): Water Quantity:	Unamed Lake 8 per day Quantity Allowable Domestic (cu.m) Actual Quantity Used Domestic (cu.m) 50 per day Quantity Allowable Drilling (cu.m) Total Quantity Used Drilling (cu.m)
Waste Management Solid Waste Dis Sewage Drill Waste Greywater Hazardous Other: Additional Details:	sposal
	Project Name: Licensee: Pere Mailing Address: Name of Company relationship between the Peregrine Diamone kground Information No exploration work part B report of water use a later; sewage and grogement. Water Source(s): Water Quantity: Waste Management Solid Waste District Sewage Drill Waste Greywater Hazardous Other:

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
D	the Could Country and Plan
Revisions to	the Spill Contingency Plan SCP submitted and approved - no revision required or proposed
	Additional Details: No revisions
	NO TEVISIONS
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
_	Additional Details (i.e., work completed and future works proposed)
	No reclaimation done or necessary
Results of th	e Monitoring Program including:
	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
	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	
_	Additional Details: (date of request, analysis of results, data attached, etc)	
	No additional sampling requested.	
Any other de	tails on water use or waste disposal requested by the Board by November 1 of the year	
bomg roporte	No additional sampling requested by an Inspector or the Board	
	Additional Details: (Attached or provided below)	
	No additional sampling requested.	
L		
Any respons	es or follow-up actions on inspection/compliance reports	
	No inspection and/or compliance report issued by INAC	
г	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 Submitt Submitted/Pr Contact Infor	epared by: David Willis	