



**November 19, 2016,**

Ms. Jaida Ohokannoak, Manager – Technical Administration  
Nunavut Impact Review Board  
29 Mitik Street  
PO Box 1360  
Cambridge Bay, NU X0B 0C0

Dear Ms. Ohokannoak:

---

**Re: Annual Reports – Nanuq Project – NIRB Files 08EB002 & 03EN099**

---

Please find enclosed the following two letters to Indigenous and Northern Affairs Canada (INAC) summarizing activities on the Nanuq Project for the calendar years 2015 and 2016.

- 1) Letter dated November 13, 2015 summarizing activities on the Nanuq Project for the calendar year 2015
- 2) Letter dated October 17, 2016 –summarizing activities on the Nanuq Project for calendar year 2016

The Nanuq Project is on care and maintenance. The focus of the 2016 activities was to partially demobilize the camp and remove all fuel stored in the camp. At present there are no plans for 2017.

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



**November 13, 2015**

**BY ELECTRONIC MAIL**

**Ms. Lee Ann Pugh, Land Administrator**

AANDC – Land Administration

P.O. Box 2000

969 Qimugjuk Building

Iqaluit, Nunavut, X0A 0H0

Dear Ms. Pugh:

---

**RE: ANNUAL REPORT FOR LUP N2012C0028 – NANUQ PROJECT**

---

Peregrine Exploration Ltd. (“Peregrine”) holds AANDC class “A” land use permit N2012C0028. This permit authorizes land use activities at Peregrine’s Nanuq Project located 50 kilometres southwest of Wager Bay on 250K NTS Map 56G.

No field work was conducted on the project during 2015 and no work is anticipated for the balance of the 2015.

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



**October 14, 2016**

**BY ELECTRONIC MAIL**

Ms. Tracey McCaie, Manager - Land Administrator  
INAC - Land Administration  
P.O. 119  
969 Qimugjuk Building  
Iqaluit, Nunavut X0A 0H0

Dear Ms. McCaie:

---

**RE: NANUQ PROJECT – ANNUAL REPORT 2016 – N2012C0028**

---

This letter is the annual land use report for Class “A” land use permit N2012C0028 authorized under the territorial land use regulations the Nanuq Project. This permit authorizes drilling and an exploration camp and expires on June 13, 2017. The camp is located on the west side of the Lorillard River at the following coordinates:

Nanuq Camp:	<ul style="list-style-type: none"><li>• <b>Projection:</b> Lat/Long</li><li>• <b>Datum:</b> WGS84</li><li>• <b>Latitude:</b> 65° 13' 43"</li><li>• <b>Longitude:</b> -91° 5' 25"</li><li>• <b>1:50,000 NTS:</b> 56G03</li></ul>
-------------	---

A short 13 day field program was undertaken from July 13, 2016 to July 26, 2016. Field work was undertaken to partially demobilize the Nanuq Camp. Only two personnel occupied the camp for this period of time and water use was minimal as no shower nor laundry facilities setup. Water was hand drawn from the Lorillard River for drinking water purposes only.

All fuel liabilities were removed from the camp and empty drums were de-headed, decanted and wiped clean with fuel absorbent pads. De-headed drums were stacked open end down on a platform for removal at a future date. No spills occurred during the field program. A total of 16 full drums of fuel were removed from camp and sold to either Baker Lake Construction Services or SK Construction Ltd. Invoices have been sent to the applicable parties and terms of the sale state that Peregrine’s name must be removed from the drums and responsibility for the fuel is transferred to these companies.

The camp was reduced from 11 structures to three plus a platform an incinerator and an outhouse. Wood was compiled atop a non-vegetated gravel base and burnt at a single location. Canvas tents were too mouldy to transport safely to a landfill and were compiled with the wood and burnt. Metal debris and plastics were sorted into containers and transported to Baker Lake for disposal in the local land fill as no recycling services are currently available at this time. All other domestic garbage was incinerated

in the camp incinerator. The bear fence around the perimeter of the camp was dismantled and stored in one of the three remaining structures.

No additional work is planned for the calendar year 2016.

Please do not hesitate to contact me at (604) 608-4524 or by email ([dave@pdiam.com](mailto:dave@pdiam.com)) if you have any questions or require additional information.

Yours truly,

**PEREGRINE EXPLORATION LTD.**

A handwritten signature in blue ink, appearing to read 'D. Willis', with a long horizontal flourish extending to the right.

David Willis – Land Administrator

## Appendix “A” - Nanuq Camp Status Summary



**Figure 1:** Stitched panorama photo of Nanuq Camp July 26, 2016






### **2016 Remaining Items:**

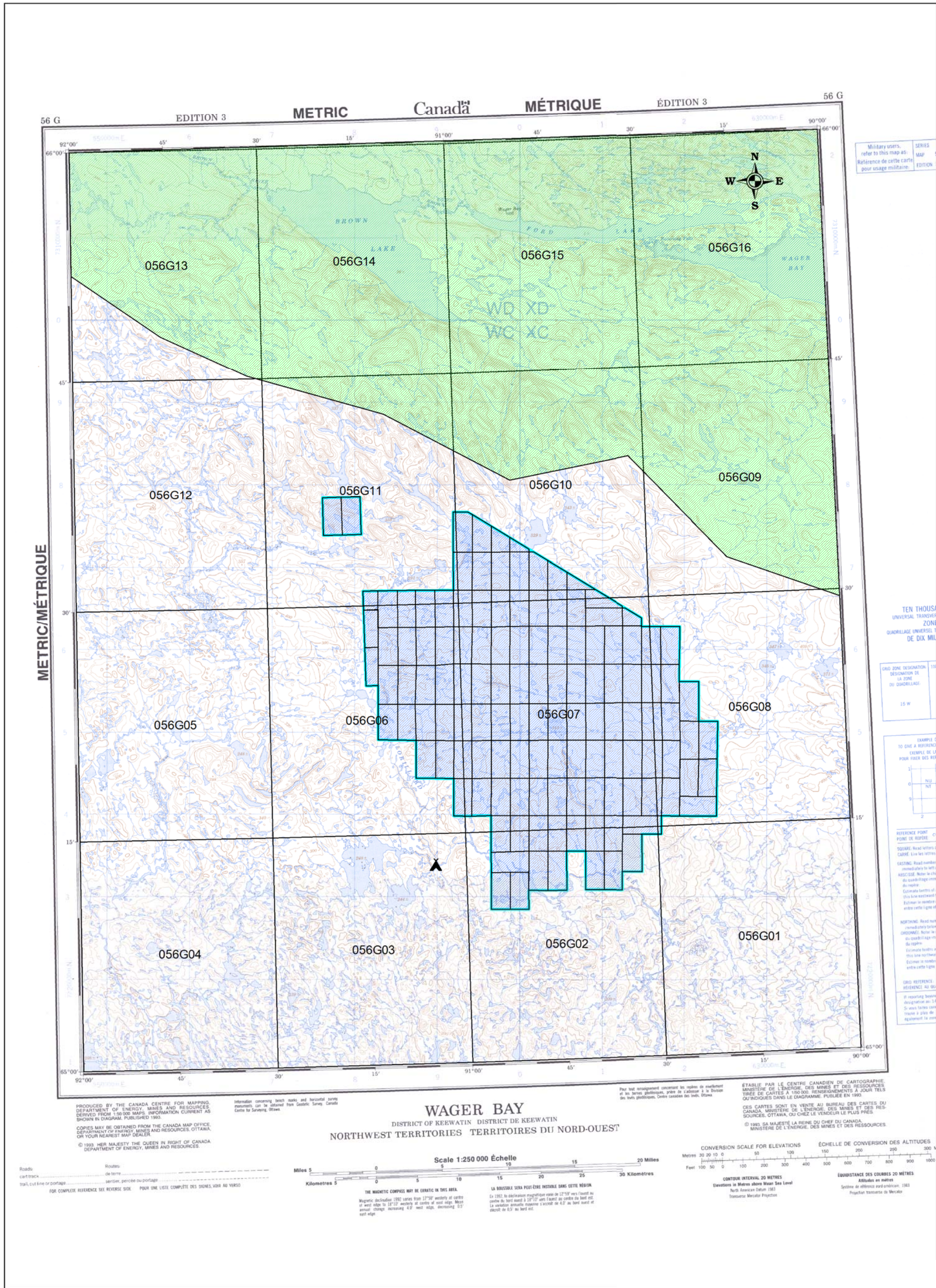
- Three buildings
- One platform
- One outhouse
- One incinerator
- Approximately 28 de-headed & cleaned fuel drums
- Drill core
- Miscellaneous equipment all stored within the remaining buildings

### **2016 Demobilized Items:**

- All fuel
- Eight buildings
- One bear fence
- Metal debris
- Plastic debris

## Appendix "B" – Fuel Drum Management

	<ul style="list-style-type: none"><li>• Drums de-headed</li></ul>
	<ul style="list-style-type: none"><li>• Residual fuel poured into a single container. Accumulated fuel is then used to power incinerator</li></ul>
	<ul style="list-style-type: none"><li>• Drum walls are wiped clean using a fuel absorbent pad</li></ul>
	<ul style="list-style-type: none"><li>• Drum bottom is wiped clean using a fuel absorbent pad</li></ul>
	<ul style="list-style-type: none"><li>• Fuel absorbent pads are collected and incinerated.</li></ul>



**Legend**

- Nanuq Camp
- Ukkusiksalik National Park
- 50K NTS Grid
- Nanuq Mineral Claims
- Nanuq Project Boundary

## Nanuq Project Location Map

October 14, 2016