

DE BEERS GROUP

BY ELECTRONIC MAIL

October 27, 2023

Ms. Mia Otokiak, Technical Advisor
Nunavut Impact Review Board
PO Box 1360
29 Mitik Street
Cambridge Bay, Nunavut X0A 0C0
Email: info@NIRB.ca
motokiak@nirb.ca

Dear Ms. Otokiak:

RE: NANUQ PROJECT - NIRB FILE 08EN002 – ANNUAL REPORT CALENDAR YEAR 2023

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

The following letter is the annual Nunavut Impact Review Board (NIRB) report for the Nanuq Project (file #08EN002) for calendar year 2023.

Project Location

The Nanuq Project is located 280 kilometers north-northeast of Rankin Inlet in the Kivalliq Region of Nunavut. All activities occur within the confines of 1:250,000 scale National topographic sheet 56G.

Project Permits & Licencing

De Beers subsidiary Peregrine holds a class “A” land use permit N2018C0015 from CIRNAC which commenced on June 1, 2018 and expires on May 31, 2025. The permit authorizes an exploration camp and surface exploration activities at the Nanuq Project. Peregrine also held corresponding water use permit 2BE-NAN1823 which commenced on August 24, 2018 and expired on August 23, 2023. The project was assigned file number 02EN002 by the NIRB in 2008.

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Fieldwork 2023 & Project Status

No fieldwork was conducted in 2023. The Nanuq Project is currently under care and maintenance.

The site was visited by a helicopter company in late October 2022. The camp was intact and in good condition.

Project History

Mineral tenure was first acquired at the Nunavut Project in the form of prospecting permits in February 2003. In July 2003 the Nanuq Camp was established and the first fieldwork conducted which consisted of till sampling and an airborne geophysics. In 2005 the first mineral claims were recorded and the first core drilling completed.

The last drill program occurred in 2011 and the last exploration program consisted of a one-day till sampling program in 2014. In 2016 the Nanuq Camp was partially demobilized. No field work has been undertaken since 2016.

Project expenditures on the Nanuq Project are in excess of \$11,000,000.00.

Mineral Tenure

The project originally consisted of 125 mineral claims with an aggregate area of 125,402 hectares. On January 30, 2021 the Nunavut Mining Recorder transitioned to new regulations and thought the quantity of claims remained the same the area of the project increase by 25% to 156,911 hectares. These claims were subject to a section 51 suspension of work requirements issued by the Nunavut Mining Recorder.

Peregrine suspended all exploration activities on the Nanuq Project because recent editions of the draft Nunavut Land Use Plan designated much of the project area as prohibited to mining and exploration.

Project Infrastructure

The Nanuq Project has one field camp (Nanuq Camp) located west of the adjacent Lorillard River. The camp was partially demobilized in 2016 and currently consists of

three wooden cabins, a wooden platform, an outhouse, core boxes and incinerator. All buildings are secure and bolted shut. There are some drill timbers located on a sand airstrip approximately one kilometer south of the camp. No fuel is stored at camp or cached in the field.

Table 1 is a list of critical coordinates for the Nanuq Project.

Table 1: Critical Coordinates for the Nanuq Project

#	Location	Longitude (x) (WGS84)	Latitude (y) (WGS84)	50K NTS	Activity
1.	Nanuq Camp	-91o 05' 26"	65o 13' 43"	56G03	<ul style="list-style-type: none"> • Camp partially demobilized in 2016
2.	Wooden Timbers	-91o 04' 34"	65o 13' 01"	56G03	<ul style="list-style-type: none"> • Large wooden drill timbers

Inspections

CIRNAC personnel did not conduct any field inspections in 2023.

2024 Field Work

No field work is anticipated for 2024

If you have any questions regarding this report or require additional information please do not hesitate to contact me at chad.corson@debeersgroup.com or by telephone at (249) 377-4445.

Sincerely,



Chad Corson – De Beers Group