



APPLICATION FOR LAND USE PERMIT

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Application Fee	Land Use Fee	General Receipt No.	Date	Class	Permit Number
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To be completed by all applicants New Application Amendment * To REPLACE A2009C0005

1. Applicant's Name and Mailing Address (Full name, no initials)

Peregrine Diamonds Ltd.
Unit 201, 1250 Homer Street
Vancouver, British Columbia V6B 1C6

Facsimile Number
604 408-8880

Telephone Number
604 408-8881

2. Head Office Address

Same as above

Facsimile Number
604 408-8880

Telephone Number
604 408-8881

Field Supervisor

Duncan McBean

Radio Telephone

E-Mail Address

duncan@pdiam.com

Telephone Number
604 408-8881

3. Other Personnel (Subcontractor, Contractors, Company Staff, etc.)

- 1) Great Slave Helicopters - Pilot and Engineer
- 2) Boart Longyear Drilling - Drillers x2, Drill Helpers x2, Drill Foreman x 1
- 3) Ken Borek Air - Pilot and Co-pilot

10 to 15

Total

4. Qualifications

Refer to Section 21 of the Territorial Land Use Regulations

a(i) a(ii) a(iii) b c

Number(s) exploration permit mineral claims (if applicable)

PLEASE SEE ATTACHED SCHEDULE "A"

5. a) Summary of Operation (Describe purpose, nature and location of all activities.)

Refer to Section 22(2)(b) of the Territorial Land Use Regulations (Use last page of form if necessary.)

Peregrine Diamonds Ltd. is a mineral Exploration Company searching for economic deposits of diamonds or precious minerals. A small field exploration camp is required to support field personnel while they conduct their work which will primarily consist of prospecting, mapping, soil/till/rock sampling, geophysics and occasionally drilling.

Drilling will be done when suitable geological targets that warrant drill testing are discovered.

b) Please Indicate if a camp is to be set up (Use last page to provide details.)

Yes, one camp at latitude 65 degrees, 23 minutes, 43.5 seconds and longitude -91 degrees, 12 minutes, 54.8 seconds. Please see attached map.

6. Summary of potential environmental and resource impacts

(Describe the effects of the proposed program on land, water, flora and fauna and related socio-economic areas.) (Use separate pages if necessary.)

This permit application is for a small exploration program that includes a fly-in/fly-out camp and exploration ("target") drilling. The effects of which will be negligible on land, water, flora, fauna, air and socio-economic areas. Peregrine's goal is to minimize any potential impacts by avoiding wildlife, maintaining clean work sites, avoiding archaeological sites, and preventing discharge of any kind. All wildlife sightings or suspected archaeological sites will be documented and submitted to the applicable government offices. There will be some opportunity to hire local residents on a seasonal basis and support services will be used from local communities. The long term goal of this project is to discover an economic mineral deposit that would, among other things, provide the local economy with sustainable employment.

7. Proposed Restoration Plans (Please use last page if required.)

Progressive reclamation work will be on-going. Work sites will be clean and organized, empty fuel drums and waste materials will be flown out on a regular basis. All combustible waste will be incinerated. Staff will conduct regular inspections of all occupied or disturbed sites. Seasonal shutdown will involve putting the camp to rest until the subsequent field season. Will involve the removal of all materials from the site. Additional details are provided in Section 21 of this application.

Please see attached Abandonment and Restoration Plan.

8. Other rights, licences or permits related to this permit application (Mineral claims, Yukon timber permits, water licences, etc.) (Please use last page if required.)

- 1) NIRB File: 09EN011 applies to this file
- 2) AANDC Permit N2009C005 is the previous permit that recently expired
- 3) NWB File 2BE-NQN0914 is the water use authorization that corresponds to this application.

Roads Is this to be a pioneered road? Has the route been laid out or ground truthed? *No ROADS.*

9. Proposed Disposal Methods (Please use last page if required.)

- | | |
|---|--|
| a) Garbage
Combustible - incinerated & Non-combustible - flown out | b) Sewage (Sanitary and Gray Water)
Sewage - flown out & Grey Water - contained in small sump |
| c) Brush and Trees
Not Applicable | d) Overburden (Organic soils, waste material, etc.)
Not Applicable, mostly rock |

10. Equipment (Includes drills, pumps, etc.) (Please use last page if required.)

Type and Number	Size	Proposed Use
Helicopter	A-Star BA	Transportation
Drill	LM-55	Drilling
Generator	20KW Wacker	Camp Power
Water Pump	15 HP Subaru	Camp Water
Fixed Wing Aircraft	Twin Otter	Transportation

Fuels	Number of Containers	Capacity of Containers
<input checked="" type="checkbox"/> Diesel	50	205 litres per drum
<input checked="" type="checkbox"/> Gasoline	5	205 litres per drum
<input checked="" type="checkbox"/> Aviation Fuel	50	205 litres per drum
<input checked="" type="checkbox"/> Propane	25	100 pounds per tank
<input checked="" type="checkbox"/> Other: Acetylene & Oxygen	4 cylinders each	100 pound per tank

12. Containment Fuel Spill Contingency Plans (Please attach separate contingency plan if necessary.)
Please see attached spill contingency plan.

13. Methods of Fuel Transfer (To other tanks, vehicles, etc.)
Refuelling will be done using a small stand pipe and/or an electric pump.

14. Period of Operation (Includes time to cover all phases of project work applied for, including restoration.)
 This project will operate for approximately 8 weeks between May and September. Ther permit Application is for 2 years.

15. Period of Permit (Up to two years, with maximum of one year extension.)
 2 years Start Date 2012-10-01
 Completion Date 2014-10-01

16. Location of activities by map co-ordinates (Attach maps and sketches.)

Minimum Latitude	Degrees	Minutes	Seconds	Minimum Longitude	Degrees	Minutes	Seconds
▶	65	30	00	▶	-90	32	00
Maximum Latitude	Degrees	Minutes	Seconds	Maximum Longitude	Degrees	Minutes	Seconds
▶	65	42	00	▶	-91	15	00

Map Sheet Number
 1:250,000 NTS 56G, 1:50,000 NTS 56G06, 56G07, 56G10, 56G11

17. Applicant (Print Full Name) David Willis Signature [Signature] Date 2012-08-20

18. Fees

<input checked="" type="radio"/> Class A - \$150.00	<input type="radio"/> Class B - \$150.00	▶	\$150.00
Land Use Fees: Less than or equal to 2 hectares	▶	\$50.00	\$ 50.00
For each additional hectare over 2 hectares or portion of a hectare	▶	X \$50.00 =	
Total application and land use fees			\$ 200.00

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19. Calculation of area involved (Includes access, staging areas, airstrips, campsites, etc.)

Total Area (Ha)	Less than or equal to 2 hectares	Total (For Fee Calculation)

20. Application Checklist

- | | |
|--|---|
| <input type="checkbox"/> a) Application Signed and Dated | <input type="checkbox"/> e) Screening Report |
| <input type="checkbox"/> b) Fees Attached | <input type="checkbox"/> f) Timber Permit Applied for - Yukon |
| <input type="checkbox"/> c) Map Included | <input type="checkbox"/> g) Fees Attached |
| <input type="checkbox"/> d) Address and Telephone Number | <input type="checkbox"/> h) Lease Applied for |

Remarks (Please use last page if additional space is required.)

Accepted by

Date

21. Additional Information (Attach additional pages if necessary.)

Background

This permit application is being submitted to replace N2009C0005 which was held by Indicator Minerals Inc. (now Bluestone Resources Ltd.) and expired in May 2012. This permit was to have been transferred to joint venture partner Peregrine Diamonds Ltd. ("Peregrine") however the applicable renewal paperwork was overlooked when transfer of operatorship occurred. The corresponding NWB permits (2BE-NQN0914) is in the process of being assigned to Peregrine. Both Permits (N2009C0005 and 2BE-NQN0914) were issued under Nunavut Impact Review Board File 09EN01 L.

The Nanuq North Project consists of 51 claims with an aggregate area of 33,056.75 claims. The majority of these claims expire in 2018. Peregrine Diamonds Ltd. is an exploration company focused on exploring for diamonds and precious minerals. The work undertaken on the Nanuq North claims will consist primarily of basic exploration activities like mapping, prospecting, soil/till/rock sampling, and ground geophysics. Should suitable anomalies be discovered a drill will be necessary to test the target.

This permit application is for two items, drilling and a campsite. The details of which are outlined below.

Campsite

A temporary camp is required to support geological operations. It is a small fly-in/fly-out camp that will be supported by fixed wing (Twin-Otter) aircraft. The camp will consist of 6 canvas prospector's tents on wood frames and two small wooden buildings to use as generator shed and "pacto" outhouse respectively. Heat to the tents will be provided by diesel drip stoves and electricity by a 20kw generator. Two "areas" away from the tents will be used for a garbage incineration area and a helicopter landing fuel storage area. (T

The camp is setup on the shores of an unnamed lake which will be used to supply domestic water. Domestic grey water from the showers and kitchen will be contained in a small sump located 31 meters from the ordinary high water mark of the lake shore. The sump will be covered annually with plywood and stakes so it can be identified and reused.

Sewage will be contained in "pacto" bags and flown out of the site. All combustible waste will be incinerated and non-combustible waste will be flown out of the site.

Fuel drums and propane canisters will be securely stored on their sides. Empty drums will be flown out on a regular basis. An inventory and inspection of fuel drums will be done daily while the camp is in operation.

Seasonal shutdown of the camp will see all materials with the exception of wooden structures (wood frames, outhouse furniture etc.) removed for maintenance and storage. Project planning will try to ensure that a minimum number of drums are stored over the winter. Upon complete shutdown of the campsite all materials will be removed from the site and the grey water sump filled in.

Total Estimated area required for the camps is under 1 hectare.

Drill sites

On occasion it will be necessary to drill geological anomalies that are found on the property. For this purpose two types of drill may be required. A reverse circulation ("RC") drill or a core drill (aka. Diamonds drill). Both drill types are heli-portable and made up of component parts (motor, timbers, drill mast, rods etc.). Drills will be unloaded from a fixed wing aircraft at then slung to the drill sites where they will be assembled in functional form. Only the core drill uses water the RC drill uses compressed air. For core drilling drill water will be recirculated where possible and contained in a natural depression away from any water bodies or water courses. At the completion of operations the drill will be removed from site and brought back to camp for storage.

Progressive reclamation is planned at each drill site and, as much as possible, sites will be restored immediately after the drill has been moved. All sites will be inspected for waste and contamination. All drill waste will be taken to camp to be burned or flown out to an approved disposal location.

Each drill site is anticipated to be contained in a 30 meter by 30 meter (0.9 hectare) drill site. Typically multiple holes will be drilled at a single site..

Schedule "A" - Nanuq North Claims

Fid.	Claim Name	Claim Number	Claim Status	Recording Date	Anniversary Date	Claim Acres	Core or Periphery
1	FA001	F90022	Active	08-Oct-04	08-Oct-12	1,059.00	Core
2	FA002	F90023	Active	08-Oct-04	08-Oct-12	2,492.00	Core
3	FA003	F90024	Active	08-Oct-04	08-Oct-19	2,582.50	Core
4	FA004	F90025	Active	08-Oct-04	08-Oct-12	516.50	Core
5	FA005	F90026	Active	08-Oct-04	08-Oct-19	2,273.00	Core
6	FA006	F90027	Active	08-Oct-04	08-Oct-13	2,399.90	Core
7	FA007	F90028	Active	08-Oct-04	08-Oct-12	1,607.70	Core
8	FA008	F90029	Active	08-Oct-04	08-Oct-13	1,997.10	Core
9	FA009	F90030	Active	08-Oct-04	08-Oct-19	1,870.90	Core
10	FA010	F90091	Active	08-Oct-04	08-Oct-19	1,698.80	Core
11	FA011	F90092	Active	08-Oct-04	08-Oct-14	1,124.90	Core
12	FA012	F90093	Active	08-Oct-04	08-Oct-13	1,107.90	Core
13	FA013	F90094	Active	08-Oct-04	08-Oct-13	2,174.50	Core
14	FA014	F90095	Active	08-Oct-04	08-Oct-14	2,186.60	Core
15	FA015	F90096	Active	08-Oct-04	08-Oct-12	2,186.60	Core
16	FA016	F90097	Active	08-Oct-04	08-Oct-19	1,399.40	Core
17	JP005	F88445	Active	04-Nov-04	04-Nov-13	710.18	Periphery
18	JP010	F88450	Active	04-Nov-04	04-Nov-13	355.73	Periphery
19	JP011	F88451	Active	04-Nov-04	04-Nov-13	606.88	Periphery
20	JP017	F88457	Active	04-Nov-04	04-Nov-13	839.31	Periphery
21	JP018	F88458	Active	04-Nov-04	04-Nov-19	1,045.91	Periphery
22	JP019	F88459	Active	04-Nov-04	04-Nov-12	2,582.50	Periphery
23	JP020	F88460	Active	04-Nov-04	04-Nov-13	2,582.50	Periphery
24	JP021	F88406	Active	04-Nov-04	04-Nov-13	1,265.42	Periphery
25	JP022	F88407	Active	04-Nov-04	04-Nov-14	2,066.00	Periphery
26	JP023	F88463	Active	04-Nov-04	04-Nov-13	2,582.50	Periphery
27	JP024	F88464	Active	04-Nov-04	04-Nov-12	2,582.50	Periphery
28	JP025	F88465	Active	04-Nov-04	04-Nov-12	1,278.34	Periphery
29	JP026	F88466	Active	04-Nov-04	04-Nov-12	1,497.85	Periphery
30	JP027	F88467	Active	04-Nov-04	04-Nov-11	2,582.50	Periphery
31	JP028	F88468	Active	04-Nov-04	04-Nov-12	2,582.50	Periphery
32	JP029	F88469	Active	04-Nov-04	04-Nov-14	2,572.50	Periphery
33	JP030	F88408	Active	04-Nov-04	04-Nov-14	344.76	Periphery
34	JP031	F88409	Active	04-Nov-04	04-Nov-14	604.31	Periphery
35	JP032	F88472	Active	04-Nov-04	04-Nov-12	1,549.50	Periphery
36	JP033	F88473	Active	04-Nov-04	04-Nov-12	1,549.50	Periphery

Schedule "A" - Nanuq North Claims

Fid.	Claim Name	Claim Number	Claim Status	Recording Date	Anniversary Date	Claim Acres	Core or Periphery
37	JP034	F88474	Active	04-Nov-04	04-Nov-12	1,549.50	Periphery
38	JP035	F88475	Active	04-Nov-04	04-Nov-12	1,007.17	Periphery
39	JP039	F88496	Active	04-Nov-04	04-Nov-19	428.69	Periphery
40	JP040	F88480	Active	04-Nov-04	04-Nov-19	2,582.50	Periphery
41	JP041	F88481	Active	04-Nov-04	04-Nov-19	284.07	Periphery
42	JP042	F88482	Active	04-Nov-04	04-Nov-19	1,149.21	Periphery
43	JP043	F88483	Active	04-Nov-04	04-Nov-17	1,725.11	Periphery
44	JP044	F88484	Active	04-Nov-04	04-Nov-12	2,582.50	Periphery
45	JP045	F88495	Active	04-Nov-04	04-Nov-19	400.29	Periphery
46	JP046	F88494	Active	04-Nov-04	04-Nov-17	387.38	Periphery
47	JP047	F88487	Active	04-Nov-04	04-Nov-12	2,582.50	Periphery
48	JP048	F88488	Active	04-Nov-04	04-Nov-12	2,281.32	Periphery
49	JP049	F88489	Active	04-Nov-04	04-Nov-11	1,911.05	Periphery
50	JP050	F88490	Active	04-Nov-04	04-Nov-11	2,066.00	Periphery
51	JP051	F88493	Active	04-Nov-04	04-Nov-17	289.24	Periphery