



February 8, 2018

Ms. Jaida Ohokannoak, Manager, Technical Administration
Nunavut Impact Review Board
29 Mitik Street
P.O. Box 1360
Cambridge Bay, Nu X0B 0C0

Dear Ms. Ohokannoak

RE: NANUQ NORTH PROJECT – LAND USE REPORT FOR CALENDAR YEAR 2017 - 09EN011

Peregrine Diamonds Ltd. (“Peregrine”) holds AANDC class “A” land use permit N2012C0026. This permit authorizes land use activities at Peregrine’s Nanuq North Project located 300 kilometres north-northeast of Rankin Inlet on 250K NTS map 56G. The permit was issued July 29th, 2013 and expires on July 28th, 2018. Peregrine also holds water use permit 2BE-NQN1521 which expires on March 30, 2021. The NIRB file for the Nanuq North project is 09EN011.

The following sections detail critical coordinates and activities for calendar year 2017.

Critical Coordinates

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

Table 1: Critical Coordinates for the Nanuq North Project

#	Location	Longitude (x) (WGS84)	Latitude (y) (WGS84)	50K NTS	Activity
1.	Indicator Camp	-91° 13' 8.40"	65° 23' 45.65"	56G06	<ul style="list-style-type: none">Camp authorized but never established.

The Indicator Camp is authorized but was never constructed. All drill sites from previous campaigns have been reclaimed. A total of 13 drill have been completed on the project. The first was in 2008 and the most recent in 2011.

Field Work 2017

No field work was completed during the 2017 calendar year

Fuel

No Peregrine fuel, or fuel caches, are located on the Nanuq North Project.



Other

To date Peregrine and its joint venture partners have spent approximately \$2,000,000 exploring the Nanuq North mineral claims. All exploration activities on the Nanuq North Project were suspended by Peregrine as the draft Nunavut Land Use Plan has designated much of the project area as prohibited to mining and exploration. This uncertainty needs to be clearly resolved prior to the commencement of future activities. Until such time Peregrine will, in good faith, maintain its existing land and water use permits.

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 – Manager Lands & Community