



January 5, 2017

David Willis
Peregrine Exploration Ltd.
Suite 654 - 999 Canada Place
Vancouver, BC V6C 3E1

Dear Mr. Willis:

Re: Security Deposit for Land Use Permit (LUP) W2011C0005

I wish to acknowledge receipt of your Consent to Assignment of Security Deposit dated January 3, 2017, which consents to the transfer of the aggregate security deposit for the above LUP, in the amount of \$106,000.00 from Peregrine Exploration Ltd. to its parent company Peregrine Diamonds Ltd.

The Consent to Assignment of Security Deposit is acceptable to the Department of Lands on behalf of the Government of the Northwest Territories.

Should you have any questions or concerns, please contact our Land Use Advisor, Charlene Coe, at (867) 767-9187 ext. 24194.

Sincerely,

Scott Stewart
Regional Superintendent
North Slave Region

- c. North Slave Region (Yellowknife), Department of Lands, GNWT
Wek'eezhii Land and Water Board (WLWB)
Finance and Administration, Department of Lands, GNWT
Securities and Project Assessment, Department of Lands, GNWT

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