



**Mackenzie Valley Land and Water Board**  
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**Staff Report**

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| <b>Applicant:</b><br>Peregrine Diamonds Ltd.     |  |
| <b>Location:</b><br>Lac de Gras (West)           | <b>Application:</b><br>MV2004C0001 (Transboundary) |
| <b>Date Prepared:</b><br>January 19, 2011        | <b>Meeting Date:</b><br>February 18, 2011          |
| <b>Subject:</b><br>Storage Authorization Request |  |

**1. Purpose/Report Summary**

The purpose of this report is to present to the Mackenzie Valley Land and Water Board (the Board) a request from Peregrine Diamonds Ltd. (Peregrine) for a Storage Authorization (SA) for their Lac de Gras camp.

**2. Background**

- February 26, 2004 – LUP issued
- January 12, 2009 – Two-year extension request received
- February 12, 2009 – Two-year extension approved
- January 10, 2011 – SA request received
- January 17, 2011 – SA request sent to INAC Inspector and WLWB for review
- January 17, 2011 – Comments received from INAC Inspector
- February 18, 2011 – SA request presented to the Board
- February 25, 2011 – LUP to expire

**3. Discussion**

Peregrine is requesting permission to store materials at their Lac de Gras camp for a one-year period. The camp was dismantled in September, 2010, and the materials remaining on site include lumber, two tent frames and two tent platforms. No fuel, chemicals, or equipment is to be stored on site.

#### **4. Comments**

Peregrine is currently preparing to apply for a new LUP to continue exploration in this area; however, they do not believe that the consultation process will be complete before the expiry of their current LUP on February 25, 2011.

This a transboundary project, because the mineral claims and LUP activities fall within both the Mackenzie Valley Resource Management Area, and the Wek'èezhii Resource Management Area. The camp where the materials are stored is within the Wek'èezhii Resource Management Area.

#### **5. Review Comments**

The INAC Inspector has reviewed the storage authorization application and has no concerns with the request. Wek'èezhii Land and Water Board staff have not noted any concerns with this application.

#### **6. Security**

A security deposit of \$9,000 is currently in place under LUP MV2004C0001.

#### **7. Conclusion**

There are no concerns with the issuance of a Storage Authorization for this LUP.

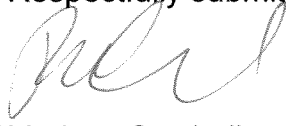
#### **8. Recommendation**

Board Staff recommend that the Board approve this Storage Authorization for one year, commencing February 25, 2011 and expiring February 25, 2012.

#### **9. Attachments**

- Storage Authorization Request
- Comments from the INAC Inspector
- Draft Storage Authorization Approval Letter

Respectfully submitted,

  
Lindsey Cymbalisky  
Regulatory Officer