

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: **Debut Diamonds Inc.** (the "Issuer").

Trading Symbol: **DDI**

Number of Outstanding Listed Securities: **54,590,934**

Date: **December 6, 2012**

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by the CNSX Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the CNSX.ca website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the CNSX Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

Report on Business

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

The Company's exploration team concluded the Phase One drill program at its Nakina Project and demobilized from base camp located on the Aroland First Nation reserve.

The Company earned a 70% interest in its 28 claim 'Nakina Option' and signed a Joint Venture with the Vendor.

The Minister of Northern Development and Mines (NMDM) approved the Company's request for an 'Exclusion of Time' order on its 28 claim 'Nakina Option'.

Consultation with Marten Falls First Nation for an agreement to permit exploration work in the northern area of the Nakina Project is still ongoing.

Consultation with Attawapiskat First Nation for renewal of the company's MacFadyen Kimberlites Exploration Agreement is ongoing. The MacFadyen project is adjacent to the Victor Diamond mine, located 145 kilometers west of Attawapiskat Ontario.

Subsequent to further analysis of data received from laboratory geochemical analysis of glacial till samples retrieved from Canada Chrome Corporations proposed Rail Corridor; a follow up program will be contemplated.

The Company commenced a fall work program on the Debut-Fletcher Timmins South Project.

2. Provide a general overview and discussion of the activities of management.

Regular activities of management.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

Nakina Project Exploration Work: The Company concluded Phase One of exploration at its Nakina Project, north of Nakina, Ontario. The project area is comprised of 88 mining claims that were staked for their kimberlite potential. The program included ground magnetic surveys and drilling of 18 targets in the central and southern portions of the project area, located within the traditional lands of Aroland First Nation. Of these, three (3) are recently staked mining claims. The program failed to discover kimberlite, but did discover other types of mineralization. Pending full analysis, these discoveries will be evaluated in the context of an indicated reinterpretation of their geological setting.

'Nakina Option' Joint Venture: While completing the Phase One drill program at the Company's Nakina Project, Debut fulfilled its minimum work commitment of \$750,000 as per the 'Nakina Option' and has made final payment of \$25,000 and issued 600,000 Debut shares to the Vendor, to complete the earn-in of a 70% interest in the claims. Additionally, the Company has signed a Joint Venture Agreement with the Vendor, with the Vendor retaining a 2% Diamond Royalty on diamond sales (less diamond

selling costs) and a 2% Net Smelter Returns Royalty, in respect of all Minerals (other than Diamonds). On August 19, 2011 Debut acquired the 'Nakina Option' to earn a 70% operating interest in 28 unpatented mining claims. Under terms of that agreement, Debut was to incur a total of \$750,000 in exploration expenditures on the property and also pay the Vendor an additional \$25,000 and issue 600,000 Debut shares in each of the following two years, to exercise the option and acquire a 70% interest in the claims.

Nakina Project Exclusion of Time Request: Due to delays in concluding consultation with affected First Nations for approval of exploration work at the Company's Nakina project, an 'Exclusion of Time' request was filed with the Minister of Northern Development and Mines ("MNDM"), on the eighty-five (85) unpatented mining claims associated with the project. On November 1, 2012, MNDM informed the Company that its application was ONLY approved for its 28 claim 'Nakina Option', because MNDM can only grant an 'Exclusion of Time' order, when the filing deadline for claims assessment work is due within 90 days of the Company's request. The Company therefore received a Minister's Order, which set December 17, 2013 as the new anniversary date in which to complete and file assessment work on the 'Nakina Option' claims. If the Company is unable to conclude consultation with Marten Falls First Nation, for permission regarding exploration in the north-eastern portion of the project area by March 1st, 2013 the Company may then resubmit an 'Exclusion of Time' request for the additional 57 mining claims not covered in the current Minister's Order.

Debut-Fletcher Timmins South Project: The Timmins South Project is comprised of 65 contiguous unpatented mining claims (totalling 730 claim units) covering an area of 116.5 square kilometres, collectively known as the Muskrat, Beavertail and Otter properties. At Beavertail, line cutting is completed totalling 33.5 kilometers and an IP survey has commenced and is expected to be completed within the next three weeks. At the Otter property, line cutting has begun on the Matawest Extension grid (which will total 42.8 km) and a selective IP and magnetometer survey is scheduled to be completed in January, 2013. Both geophysical surveys, along with results from the recently completed prospecting program, will assist in selecting diamond drill targets along contact of the Deloro and Tisdale assemblages which has identified anomalous gold values associated with locally sheared, brecciated, and highly altered ultramafic volcanics that have been intruded by numerous feldspar porphyry and syenite dykes oriented sub-parallel to the contact. Debut is Operator of the project.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned. **N/A**
5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or

services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship. **N/A**

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced. **N/A**
7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or if the disposition was to a Related Person of the Issuer and provide details of the relationship. **N/A**
8. Describe the acquisition of new customers or loss of customers. **N/A**
9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks. **N/A**
10. Report on any employee hiring's, terminations or lay-offs with details of anticipated length of lay-offs. **N/A**
11. Report on any labour disputes and resolutions of those disputes if applicable. **N/A**
12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings. **N/A**
13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness. **N/A**
14. Provide details of any securities issued and options or warrants granted.

Exercise of Option to earn a 70% operating interest in a group of 28 unpatented mining claims, located 125 km north of Nakina, Ontario. The Company fulfilled its minimum work commitment of \$750,000 as per the Nakina Option Agreement and has made final payment of \$25,000 and issued 600,000 treasury shares to complete the earn-in of a 70% interest in the claims. Additionally, the Company concluded a Joint Venture Agreement with the Vendor; the Vendor retaining a 2% diamond royalty on diamond sales (less diamond selling costs) and a 2% net smelter returns royalty, in respect of all minerals other than diamonds.

15. Provide details of any loans to or by Related Persons.

The Company continues to receive advances from KWG Resources Inc., its former parent, to fund administrative activities. There are no terms of repayment for these amounts and they will be repaid when the Company has sufficient cash flow to do so.

16. Provide details of any changes in directors, officers or committee members.

The Company announced the resignation of Theresa Okimaw-Hall as a member of its Board of Directors, as a consequence of her recent employment by the Mushkegowuk Tribal Council as Ring of Fire Manager.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

Management has not identified any trends that would affect the issuer for the time being.

Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: **December 6, 2012**

Chris Meraw

Name of Director or Senior Officer



Signature

President

Official Capacity

Issuer Details

Name of Issuer Debut Diamonds Inc.	For Month End November 30, 2012	Date of Report 12/12/06
Issuer Address 141 Adelaide Street West, Suite 420		
City/Province/Postal Code Toronto, ON M5H 3L5	Issuer Fax No. (416) 644-0592	Issuer Telephone No. (416) 642-3575
Contact Name Chris Meraw	Contact Position President	Contact Telephone No. (416) 642-3575
Contact Email Address cm@kwgresources.com	Web Site Address www.DebutDiamonds.com	