



BURGUNDY
DIAMOND MINES

Investor Webinar Presentation

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Burgundy Diamond Mines Limited
ASX: BDM

Managing Director:
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DIAMOND MINES

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Past performance

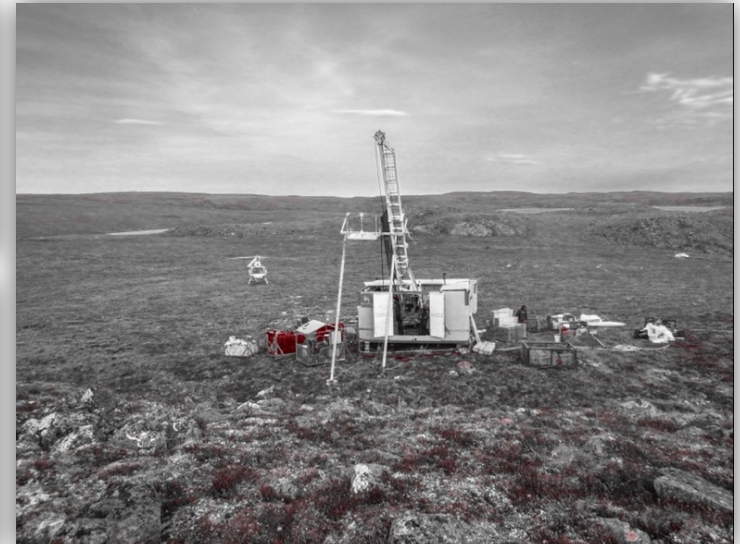
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Outline

A new business model



- Overview of Burgundy
- Evolution of Strategy
- Downstream Activities
- Update on Projects
- Outlook



Burgundy Diamonds Snapshot

Strong established base in ASX listing



ASX: BDM

Issued Shares

337m

Options Unlisted¹

23m

Market Capitalisation

A\$82m

Convertible notes

A\$35m

Cash at hand

>\$44m

Management & Director Ownership

17%

Numbers as of September 27, 2021

1. 10m options subject to Escrow.

Building the world's leading mid-cap diamond company

- An emerging, fast-growing diamond company.
- Innovative strategy.
- World-class management team and board.
- Focus on **Fancy Colour diamonds**.
- Planning **end-to-end business** from exploration to polished diamond production and sales.
- Planned operational diamond production in **2022**.
- Building a balanced portfolio of the world's best diamond projects in favourable jurisdictions.
- Completed **A\$50 million capital raise** July 2021.

Key People:

Michael O'Keeffe

A world-class leadership group

- Great track record.
- Deep diamond experience.
- Extensive diamond networks.

- Exceptional record of recent success.
- Executive chairman Champion Iron.
- Previously Riversdale, ex MD Glencore.
- Focus on pricing upside for rapid growth opportunities in niche markets.

Kim Truter

- Wide experience in diamond operations, marketing and sales.
- Ex CEO De Beers Canada, COO Rio Tinto Diamonds, MD Argyle Diamonds, President Diavik Diamonds.
- Focus on operational delivery of innovative projects.

Peter Ravenscroft

- One of leading experts on diamond project evaluation.
- 40 years' diamond industry experience in Africa, Canada, Australia.
- Ex MD Technical Evaluation in Rio Tinto, global experience on capital projects.
- Wide diamond network.

Evolution of Strategy

Identifying opportunities across the value chain



A Fully Integrated Diamond Business focused on Fancy Diamonds

Exploration & project development

- Unique model, breakthrough strategy.
- Potential success already evident.

Production of Rough

- Focus on high-value > 1 carat diamonds.
- Niche operations, small footprint, advanced technology.

Cutting and Polishing

- Specialised expertise and facilities in Western Australia.
- Processing of select third-party rough as well as own production.

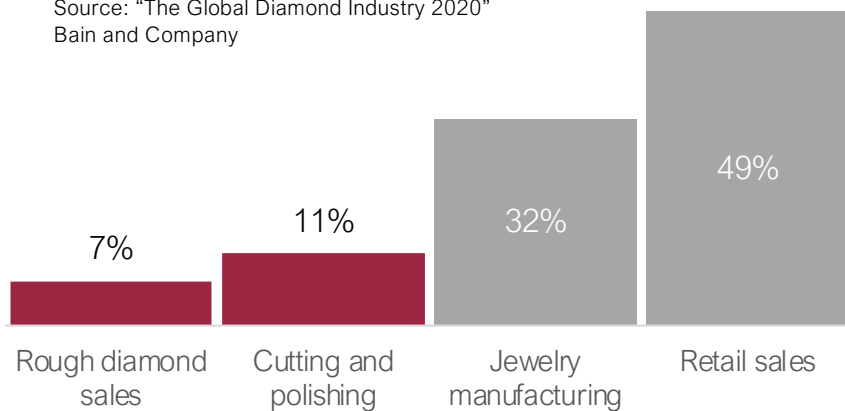
Sales and Marketing

- Sale of polished Fancy Colour diamonds.
- Branding and certification.
- Innovative sales platform.

Encapsulated in a world-leading Fancy Diamond ultra luxury brand

Revenue from Value Chain Sectors

Source: "The Global Diamond Industry 2020"
Bain and Company



Why extend the focus downstream?

- Typically, revenue from rough diamond sales represents only 30-40% of the value of a polished stone
- 60-70% comes from cutting/polishing and sale of polished.
- Burgundy aims to capture 100% of this value, and further extend into value sharing on jewelry manufacture/sale

Burgundy is positioning itself as the world's leading producer of polished Fancy Colour diamonds.

Production of rough from Burgundy mines, and exploration/ development of new mines will become supporting components of the overall business.

Downstream Activities

Capturing incremental value



Purchase of Third Party Rough

- Initial purchase of Fancy Vivid Yellows from Arctic Canadian Diamond Company.
- Further purchases from global producers in pipeline.

BDM Mining Operations + Third Party Purchased

Cutting & Polishing

- Secure facilities in Perth.
- Specialised equipment.
- Experienced team from previous Fancy Colour polishing.
- Potential expansion of in-house capability offshore.

Marketing

- Assessing multiple innovative channels to market.
- Focus on select jewelry houses, collectors and investors.

Branding

- Development of ultra luxury brand.
- Brand development underway with **leading experts in Paris**.
- Visionary strategies for maximising enduring value of Burgundy diamonds.

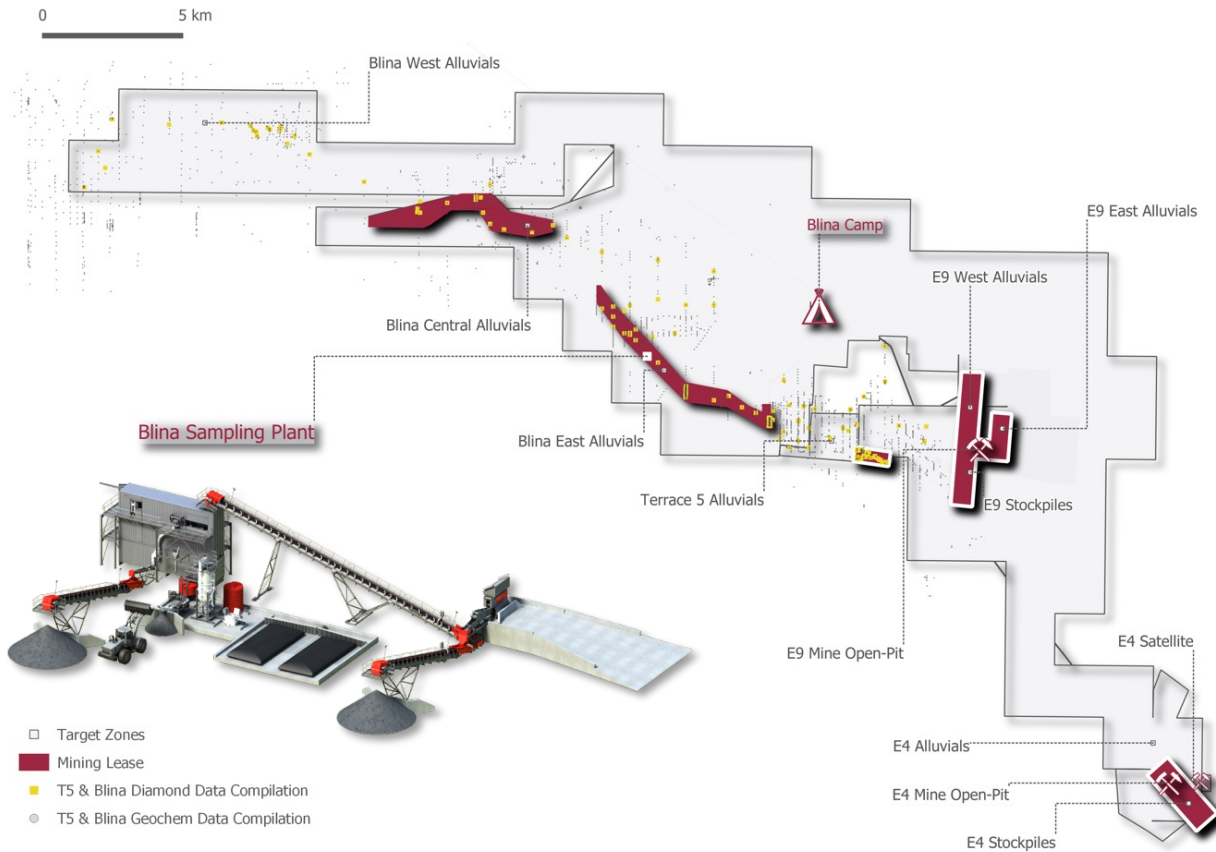


Focus on Fancy Colour diamonds:

A clear opportunity to **consolidate** and control a small, but **high-value corner of the diamond market**

Ellendale Diamond Project

Near-term cashflow from operational restart



Strategic Objectives

- Near-term producing asset with Fancy Yellow stones located in Australia.

Status

- Focus on Blina during ongoing Native Title negotiations on MLAs.
- Geological assessment of historic data and ongoing BDM field programs (trenching and pitting).
- Construction of 16-man camp and rehabilitation of road infrastructure.
- Mobile bulk sample plant nearing completion with state-of-the art XRT technology.

Outlook FY22

- Blina bulk sampling plant commissioning and execution of large bulk sampling program.
- Construction of production plant.
- Start of production in Q4 2022.



Naujaat Project

Accelerating towards development of new source of Fancy Colour diamonds



Strategic Objectives

- Develop advanced stage project located in Nunavut, Canada with **Fancy Orange Vivid Yellow diamonds**.

Status

- Completion of a 2,000-ton bulk sampling program in August 2021 – ahead of schedule.
- Samples currently being shipped to Saskatchewan with start of processing in mid-October.
- Results scheduled for early 2022 which will be the basis for BDM's decision to enter the next option agreement.



Botswana Alliance

Building the pipeline for future supply



Strategic Objectives

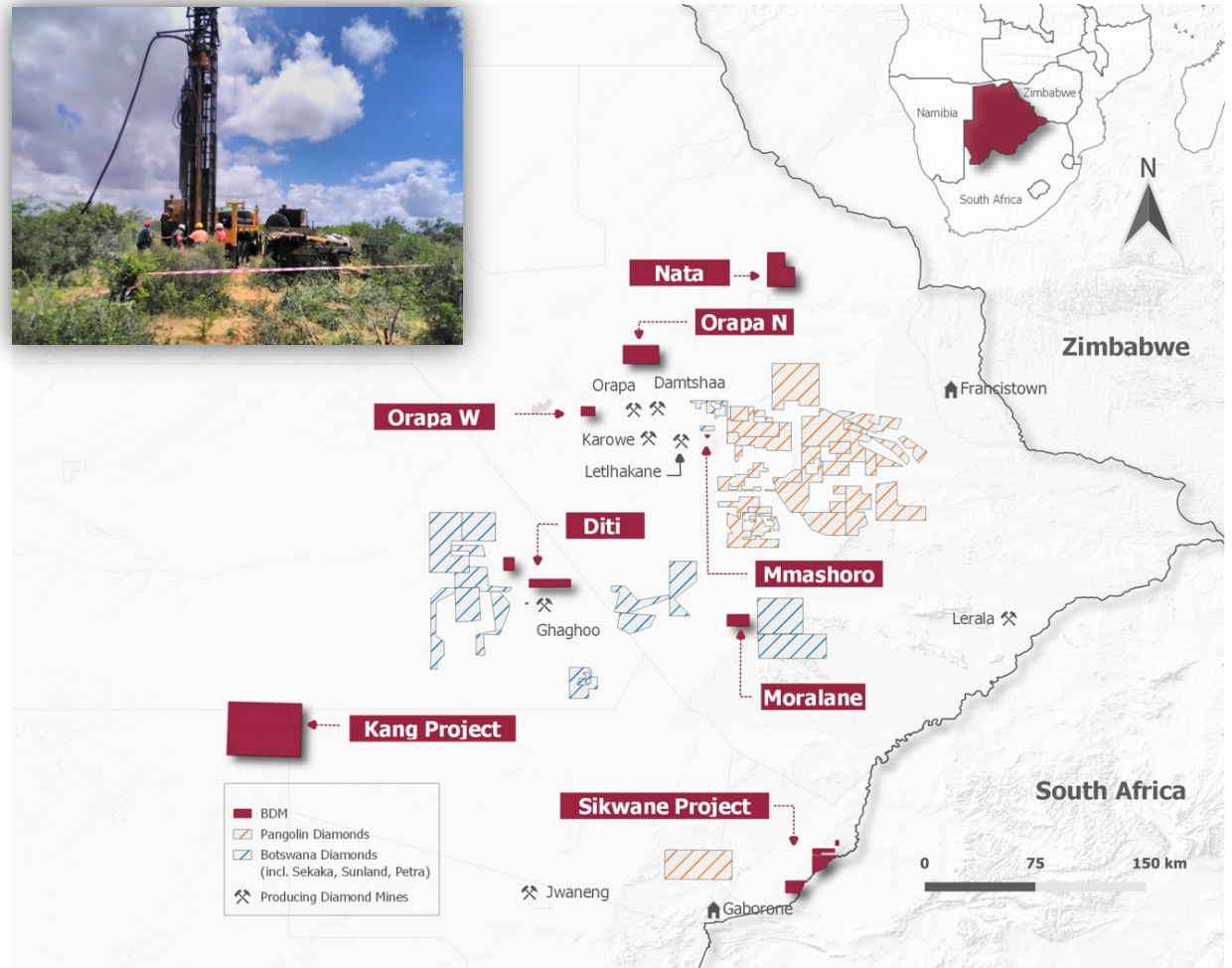
- Develop grassroots projects rapidly, at low cost, to feed BDM pipeline of large & exceptional diamonds.
- Botswana is bull elephant country.

Status

- 15 target program commenced in March (ground geophysics, surface sampling and drilling).
- No discoveries yet, however there are still a wide range of targets to test.

Outlook FY22

- Continued evaluation of targets and additional tenement acquisitions.



Outlook

Reaching cashflow in FY2022



Sales and Marketing

- Launch of visionary ultra luxury Fancy Colour diamond Brand.
- Initial sales of Burgundy polished product.

*** CASHFLOW IN 2021/22 ***

Cutting and Polishing

- Polished product from 3rd party rough already purchased.
- Additional purchases of rough in preparation for in-house production.

Production of Rough

- Targeted start of production at Blina in Q4 2022.

*** INCREMENTAL CASHFLOW IN 2022 ***

Exploration and Project Development

- **Ellendale** Diamond Project:
 - Geological work, bulk sampling, resource estimation and studies at **Blina**.
 - Fast-tracked construction of first production plant module.
- Bulk sampling results from **Naujaat** will define population of Fancy Colour stones and determine next steps.
- Continued evaluation of extensive project portfolio in **Botswana**.



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