

Positive indications for Misery mine life extension

Calgary, Alberta – Burgundy Diamond Mines Limited (ASX:BDM) (Burgundy or the Company) is pleased to report positive preliminary results from its ongoing drilling programme at its Misery underground mine.

CEO, Kim Truter: "We are pleased to announce that results from our current drilling programme are indicating that the Misery pipe, which is a very high value ore source requiring almost zero development capital, is very likely to stay in production well past the original 2026 date."

Drilling activities at the Misery mine commenced in July with six out of thirty-two holes now completed. All drill holes targeting the extension of the Misery Main ore body have intersected the kimberlite pipe contact earlier than modelled, confirming Burgundy's understanding of a larger ore body at depth. **Burgundy believes production at Misery will continue much longer than previously expected**, however this will be formalised through the reporting of an updated Mineral Resource and Ore Reserve statement. Remarkably, during the first drillhole of the program (MDC-77), Burgundy's drill crew noted a Fancy yellow diamond in the centre of the core, which was intersected ~25 m below the last planned mine level, and outside of the modelled ore body extent.

Drilling and bulk sampling of the Southwest extension to the Main ore body is also expected to commence in the fourth quarter. The Southwest extension represents an exciting new target known to be diamondiferous, based on historic mining in the open pit, however it has not been commercially targeted from the underground operation, nor part of any previous Ekati mine plans. Burgundy has quickly identified its opportunity for future mining and will be testing the body's extent and diamond characteristics sufficient for Mineral Resource and Ore Reserve reporting.

As a result of the initial work and observations to date, **Burgundy is confident in its decision to resequence the Sable underground project and associated development capital by at least a year**, due to a projected surplus of ore availability.

Burgundy will be releasing updated Mineral Resource and Ore Reserves for the Misery Main ore body and its Southwest extension over the next four to six months, once all technical programmes have concluded. Ekati's new official extended mine plan will be published shortly thereafter in Q1-2025.

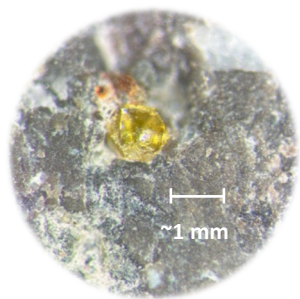


Figure 1 - Fancy yellow diamond recovered ~25 m below the last planned mine level (MDC-77).

This announcement was authorised for release by the Board of Burgundy Diamond Mines Limited.



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About Burgundy Diamond Mines Limited

Burgundy Diamond Mines is a premier independent global scale diamond company focused on capturing the end-to-end value of its unique vertically integrated business model.

Burgundy's innovative strategy is focused on capturing margins along the full value chain of the diamond industry, including mining, production, cutting and polishing, and the sale of diamonds. By building a balanced portfolio of diamond projects in favourable jurisdictions, including the globally ranked Canadian mining asset, Ekati, and a diamond cutting and polishing facility in Perth, Burgundy has unlocked access to the full diamond value chain. This end-to-end business model with total chain of custody provides traceability along every step of the process, with Burgundy able to safeguard the ethical production of the diamonds from mining to marketing and discovery to design. Burgundy was founded in Perth, Western Australia. The company is led by a world-class management team and Board.

Caution regarding Forward Looking Information

This document contains forward looking statements concerning Burgundy Diamond Mines Limited. Forward looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements in this document are based on Burgundy's beliefs, opinions and estimates as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions or estimates should change or to reflect other future developments.