



BURGUNDY
DIAMOND MINES

31 July 2025
ASX Announcement

Quarterly Activities Report

For the period ending 30 June 2025

Highlights (All currency figures in U.S. Dollars, unless otherwise stated)
(US\$:A\$ FX rate of 1.53)

Q2-2025 Ekati operational performance

- 1.1 million ore tonnes mined.
- 2.4 million waste tonnes mined.
- 0.8 million tonnes processed.
- 0.8 million carats recovered.

Q2-2025 Sales performance

- 0.9 million carats sold over two auction events and other sales channels.
- US\$58/ct achieved for total proceeds of US\$52 million (A\$80 million).
- Closed Perth, Australia diamond cutting and polishing operations to focus on strategic partnerships with diamond manufacturers and traders, jewellers and luxury brands to maximize value.

Q2-2025 Corporate

- Adjusted EBITDA loss of US\$11.6 million (A\$17.7 million).
- Cash of US\$7.2 million (A\$11.0 million).
- Diamond inventory valued US\$35.9 million (A\$54.9 million). Diamond inventory write-downs during the quarter were US\$7.8 million (A\$11.9 million).
- Net Debt of US\$47.7 million (A\$73.0 million), including diamond inventories.
- Obtained non-dilutive financing of US\$18.5 million (A\$28.3 million) of which US\$14.4 million (A\$22.0 million) was repaid by sales of diamond inventories.

Q2-2025 Mine life extension work

- After the successful drilling program of the high value deposit at Misery, the resource model was updated and the underground mine plan has been extended by 2.5 years (to the end of 2027).
- Updated prefeasibility study (PFS) for the Fox Underground Project demonstrates robust and positive economics, with a post-tax NPV (9%) of US\$272M and an IRR of 30% for the Ore Reserves Case, and with a post-tax NPV (9%) of US\$352M and an IRR of 32% for the Upside Case (mine plan includes additional 3.6 Mt Inferred Resources). Fox Underground development is expected to commence in mid-2026 and supports a mine life of 14 years (extended LOM mine to year 2040).
- Bulk sample from Point Lake yielded 67,757 carats (cts) recovered from 122,291 dry metric tonnes (dmt) processed, with an average value of \$52/ct. Mining of the Point Lake pit anticipated to resume by mid-2026 subject to diamond prices.



Burgundy Diamond Mines Limited (ASX: BDM) (Burgundy or the Company) is pleased to provide its quarterly activities report for the period ended 30 June 2025 (Q2-2025, June quarter).

Ekati Operational Performance

Table 1.1: Key quarterly operating performance metrics.

	<i>Units</i>	Q2 2024	Q1 2025	Q2 2025	% Quarterly Variance
Waste tonnes mined	<i>Mwmt</i>	1.33	2.80	2.40	-14%
Ore tonnes mined	<i>Mwmt</i>	1.26	0.58	1.11	91%
Tonnes processed	<i>Mdmt</i>	1.01	0.54	0.78	44%
Carats recovered	<i>Mcts</i>	1.22	0.77	0.81	5%
Carats sold	<i>Mcts</i>	1.03	1.18	0.90	-24%
Diamond inventories	<i>Mcts</i>	1.32	0.64	0.55	-14%
Carats recovered per tonne processed	<i>C/t</i>	1.21	1.4	1.04	-26%

During the quarter, approximately 51% of the total ore processed was generated from Point Lake open pit, 33% from Misery, and 9% from the Fox stockpile; the balance of the processed ore was from Sable.

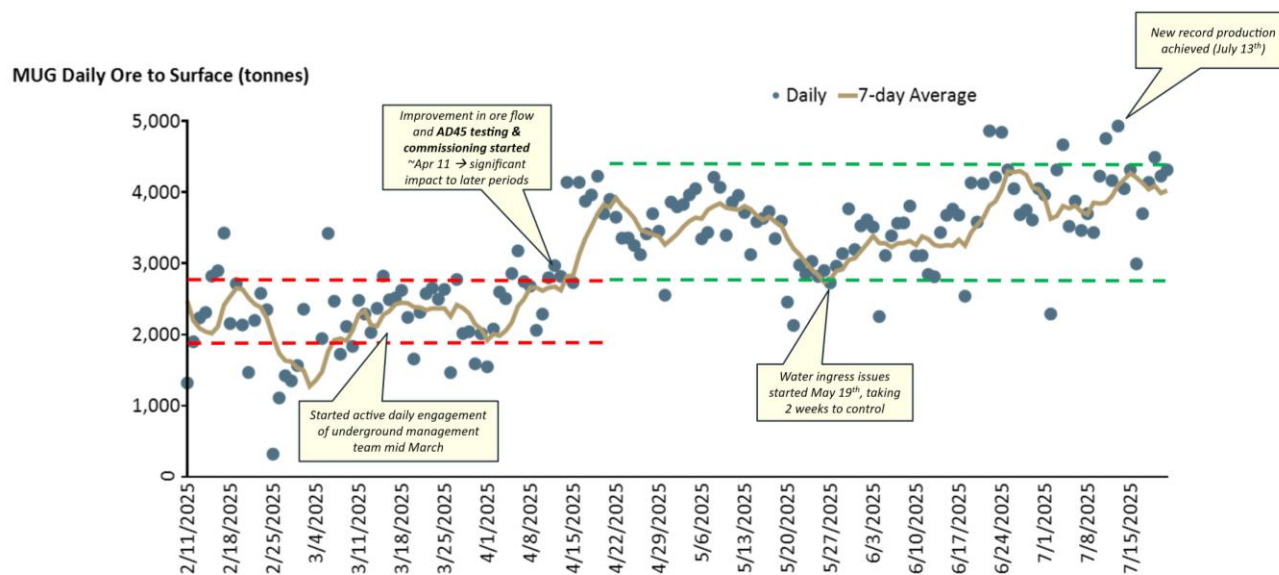
Ore mined during the June quarter was 91% higher than the prior quarter, due to ore release from the Point Lake open pit. Waste tonnes mined in the June quarter were 14% lower than the prior period as waste stripping at Point Lake continued.

Ore tonnes processed in the June quarter were 44% higher than the prior quarter due to additional ore available from Point Lake open pit and improved production from Misery Underground operations. 0.81 million carats were recovered at a grade of 1.04 carats per tonne for the June quarter. Carats recovered were up 5% and carats recovered per tonne processed were down by 26% compared to the prior quarter due to an ore blend change with a higher percentage of lower grade open pit ore processed.



Starting in Q2, Misery underground production demonstrated strong operational momentum, with the average daily mining rate exceeding 3,300 tonnes per day, representing a ~14% increase over the 2024 average. Underground operations has set multiple daily production records in July, peaking at approximately 4,900 tonnes per day, highlighting a clear step-change in execution and performance.

Figure 1 – MUG Daily Production



Sales Performance

During the June quarter, 0.9 million carats were sold for total proceeds of US\$52 million with an average selling price of US\$58 per carat from two auctions and other sales events. Point lake bulk sample was valued at \$52 per carat which was the main reason for lower overall selling price and revenue in this period. These results compare to Q1-2025, where 1.2 million carats were sold for total proceeds of US\$73 million, with an average selling price of US\$62 per carat. The Company's remaining diamond inventory is valued at US\$35.9 million¹.

As part of its continued focus on cost management, the Company closed the diamond cutting and polishing operations in Perth, Western Australia at the end of June, shifting to strategic partnerships with carefully selected diamond manufacturers and traders, jewellers and luxury brands to maximize the value of its sustainably mined Canadian diamonds.

Notes: (1) Diamond inventory is valued at lower of cost or net realisable value, which is not necessarily indicative of its market value.



Corporate

Table 1.2: Corporate and financial summary for the June quarter.

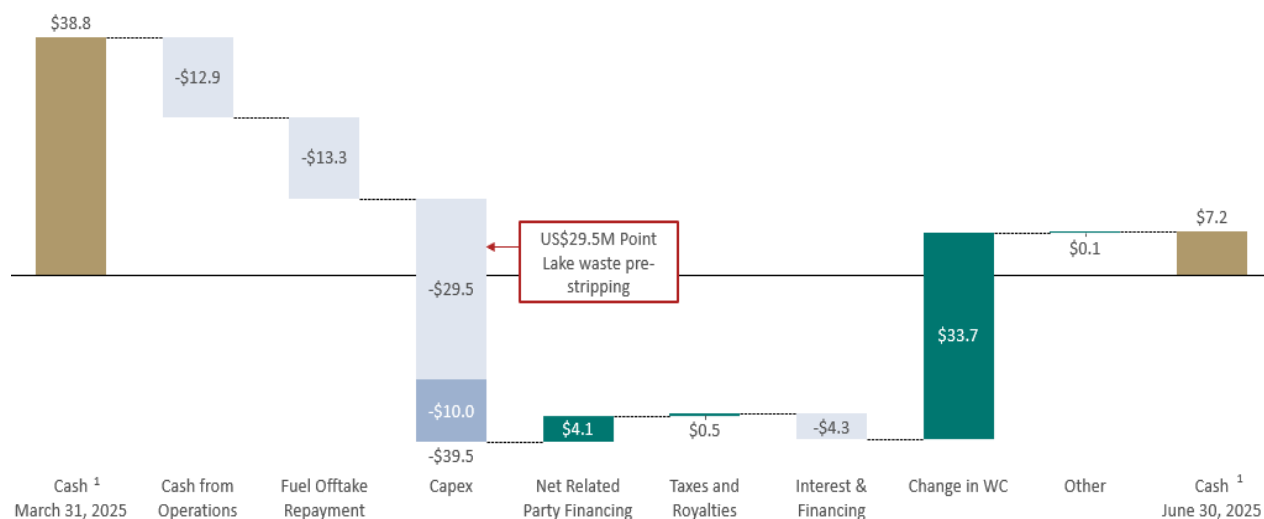
	Units	As at 30 June 2025 ³	As at 31 March 2025 ³
Cash	US\$M	7.2	38.8
Diamond inventories ¹	US\$M Mcarats	35.9 0.5	48.4 0.6
Bank loans and Borrowings	US\$M	77.9	73.8
Capital leases	US\$M	12.9	14.4
Consolidated Net Cash/ (Debt) ²	US\$M	(83.6)	(49.4)
Consolidated Net Cash (Debt) including diamond inventories	US\$M	(47.7)	(1.0)

Notes: (1) Diamond inventory is valued at lower of cost or net realisable value, which is not necessarily indicative of its market value. (2) Consolidated Net Cash/(Debt) comprises of cash less debt. Debt is defined as bank loans and borrowings and capital leases. (3) June and March closing balances are unaudited.

Cash Change over the Period

The US\$39.5 million of capital expenditures included US\$29.5 million for Point Lake waste pre-stripping and US\$8.6 million of sustaining capital and \$1.4 million of other growth capital.

Figure 2 – Cash change details from March 31st, 2025, to June 30th, 2025 (US\$M).



Notes: (1) Cash and cash equivalents.



Mine Life Extension Work

Misery Main Development Update

- After the successful drilling program of the high value deposit at Misery, the resource model was updated, and the underground mine plan has been extended by 2.5 years to the end of 2027.
- Misery Underground is currently being mined on the 2000 level, 1975 level and 1950 level, at a LOM average mining rate of 3,300 wet metric tonnes per day (tpd). The updated mine plan extends down to the 1800 level.
- In June 2025, the Misery Main pipe MRE was updated to include 28 diamond drill holes drilled between 28 August 2024 and 30 June 2025 and 1,380 kg of microdiamond samples.
- The update has resulted in an increase in Inferred Resources of 0.5 million tonnes (Mt) and 0.2 million carats (Mct), and a decrease in Indicated Resources, due to mining activities and updated grade data, of 0.2 Mt and 0.9 Mct.
- The pipe remains open at depth, and delineation drilling will continue to investigate the potential to extend mining beyond 2027.

Fox Underground Development Update

- Updated prefeasibility study (PFS) for the Fox Underground Project demonstrates robust and positive economics, with a post-tax NPV (9%) of US\$272M and an IRR of 30% for the Ore Reserves Case, and with a post-tax NPV (9%) of US\$352M and an IRR of 32% for the Upside Case (mine plan includes additional 3.6 Mt Inferred Resources). Fox Underground development is expected to commence in mid-2026 and supports a mine life of 14 years.
- An update to the 2018 PFS was completed, significantly lowering initial capital by using the sublevel retreat mining method successfully applied at Misery, and removing the need for underground crushing and conveying infrastructure via Railveyor system.
- The update on the Fox mine plan has resulted in the Ore Reserves increasing by 2.6 Mt and 0.3 Mct to Probable Reserves, (represented in no change in grade).
- In June 2025, the Fox pipe MRE was updated to include data from a 2018 winter drilling campaign conducted by Dominion Diamond Corporation.
- The 2018 drilling reduced the overall size of the pipe within Mineral Resource categories by ~10%. The update has resulted in a decrease of 4.3 Mt and 2.6 Mct to Indicated (represented by a change in grade from 0.36 to 0.34 cpt) and a gain of 0.18 Mt and 0.04 Mct to the Inferred resources (represented by no change in grade).

Point Lake Bulk Sample

- 67,757 carats (cts) were recovered from 122,291 dry metric tonnes (dmt) processed, with an average value of \$52/ct. Mining of the Point Lake pit is anticipated to resume by mid-2026 subject to diamond prices.



Q3-2025 Company Outlook

During the upcoming quarter, operations will focus on the Misery underground operation together with mining remnant Sable open pit ore and processing Fox stockpiled ore.

The exploration drilling in Misery deep will continue with the purpose of further expanding mine life and staying ahead of production by multiple levels.

The Company continues to assess opportunities to strengthen its balance sheet.

Investor Conference Call

A second-quarter investor conference call will be held on Thursday July 31st at 6:30 pm MST (Canada/US) / Friday, August 1st at 10:30 am AEST (Australia).

Conference call registration link:

<https://bellfg-au.zoom.us/j/86189787123?pwd=QulZWOVgln7am5HI8G3LbuttrLVBi.1>

Other Projects

Naujaat Project (40% Burgundy Joint Venture)

No substantive activities occurred during the June quarter.

-ENDS-

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.

Estimates of Mineral Resources and Ore Reserves are prepared objectively and reviewed by Competent Persons as outlined in Life of Mine Update announcement release on July 31st, 2025.