Cullinan Site Visit – 4 February 2016

Petra Diamonds

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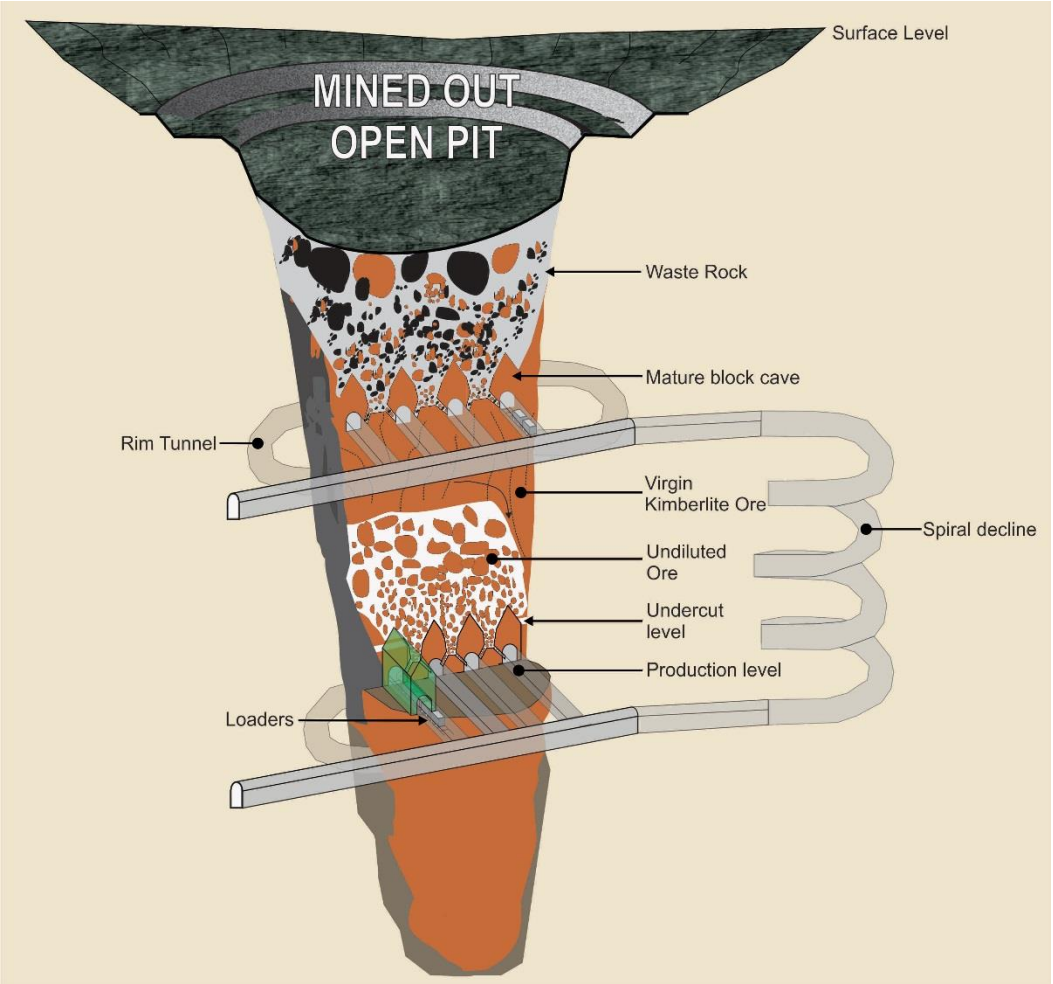
Cullinan Site Visit Itinerary

09:30	Arrive at Cullinan Diamond Mine
09:45	Overview briefing on Petra and Cullinan & safety briefing
11:00	Underground visit
13:15	New plant visit
14:10	Changehouse
14:30	Lunch with management, Q&A, diamond viewing
16:00	Mine visit ends

PETRA OVERVIEW

Moving into Undiluted Ore / Schematic

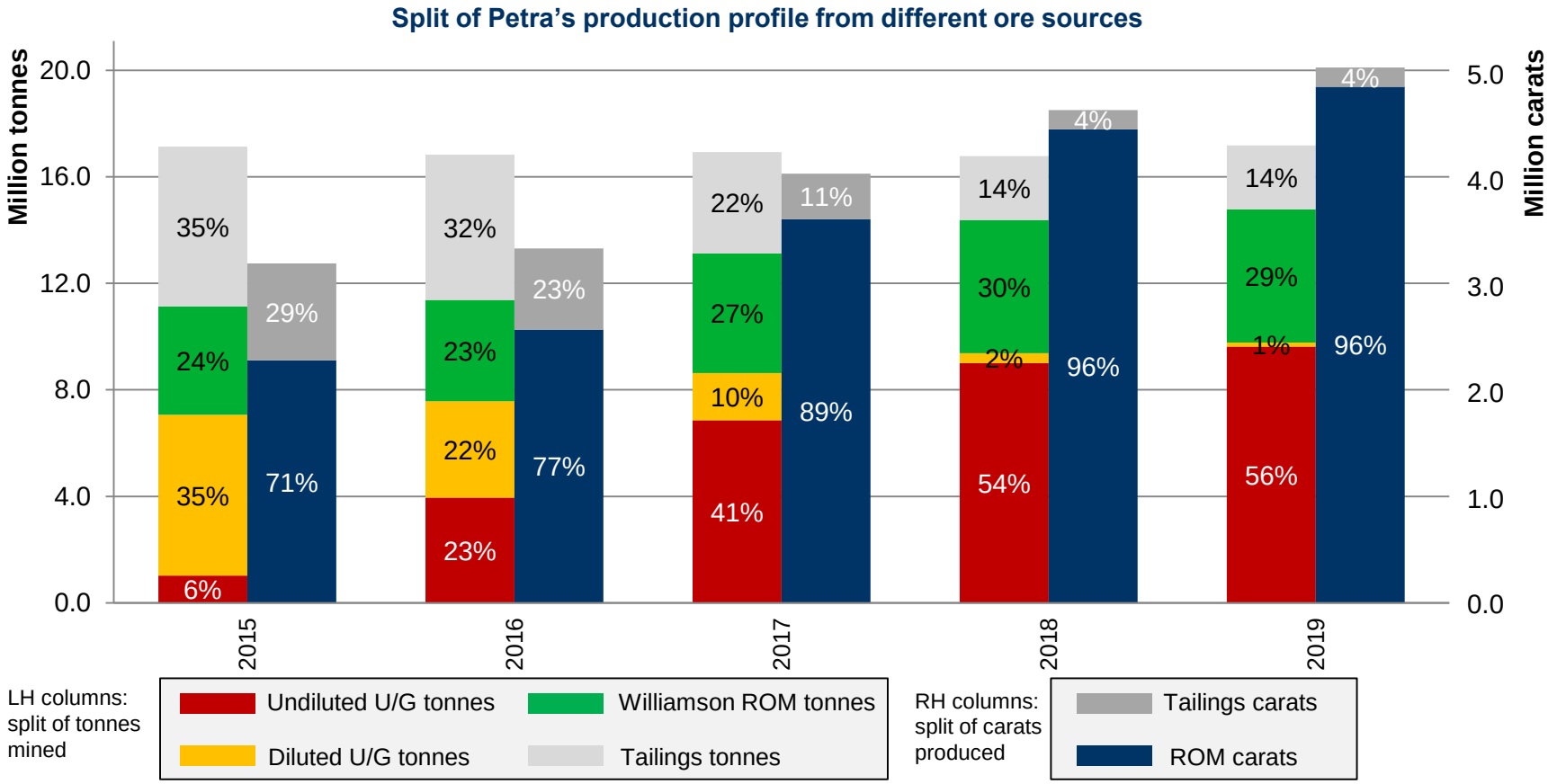


- Caving is a safe and proven mechanised mining method; provides access to higher volumes of ore than other methods
- Current underground mining taking place in diluted, mature caves nearing end of lives
- Expansion programmes to take next ‘cut’ by deepening and establishing new block/sub level caves in undiluted kimberlite
- Grades expected to rise significantly, increasing margin per tonne mined, especially at Finsch and Cullinan
- Will reduce wear and tear on processing systems (waste rock is harder and more abrasive than kimberlite)

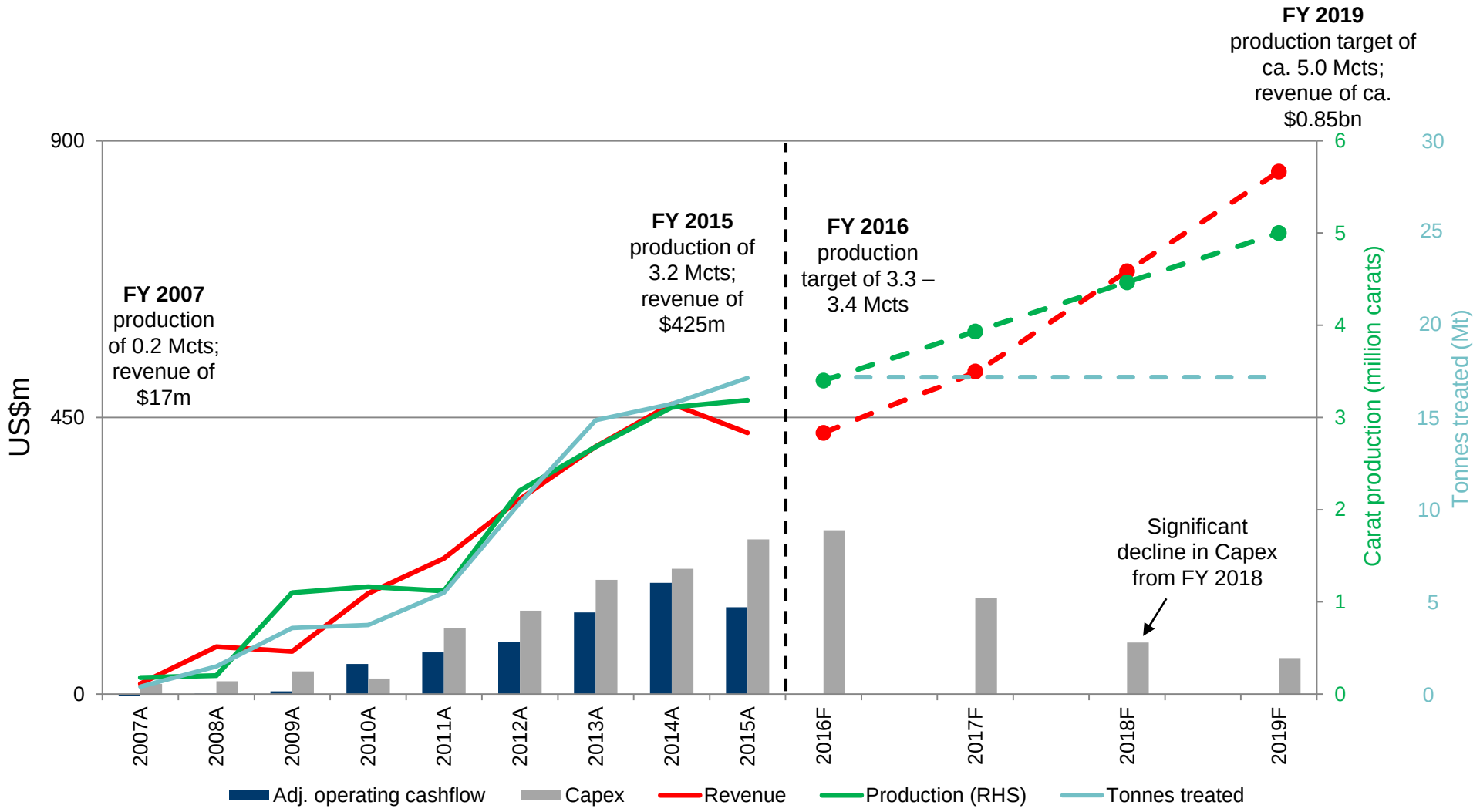
Growth & Margin Expansion

Operating margins expected to rise from ca. 36% to +50% by FY 2019

- Group tonnage throughput to remain flat, but increase in ROM grades to lead to ca. 60% growth in production
- Lower value tailings to reduce from 29% in FY 2015 to 4% of carat production by FY 2019



Outlook – Growth and Margin Expansion

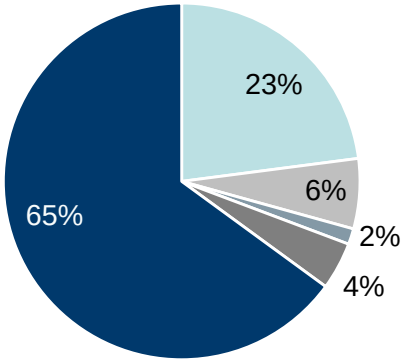


Notes: 1. All forecasts for Capex, revenue and production are management estimates. 2. Capex is in nominal terms. 3. Forecast revenue calculated using FY 2016 guided prices less 9%, flat pricing for FY 2017 (real terms), and thereafter a 4% annual real price increase.

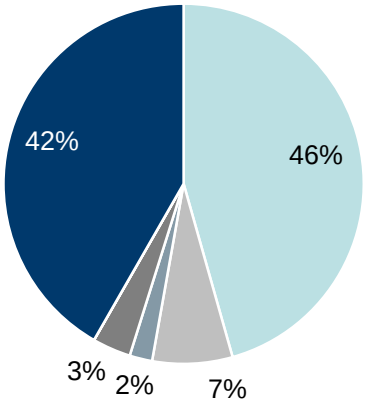
Petra Portfolio – FY 2015 vs FY 2019

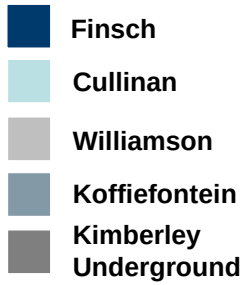
Gross Production

FY 2015 actual: 3.2 million carats



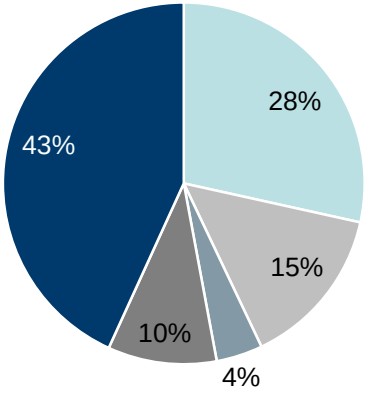
FY 2019: ca. 5 million carats[1]



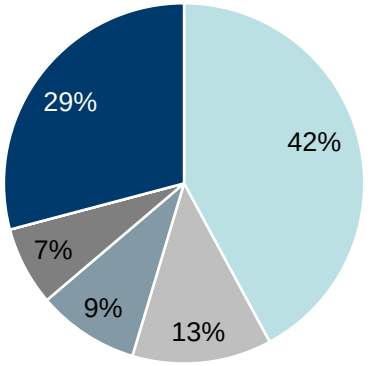


Gross Revenue

FY 2015 actual: US$425.0 million



FY 2019: ca. US$0.85 billion[1]



Notes: 1. FY 2019 figures are management estimates; 2. Forecast revenue calculated using FY 2016 guided prices less 9%, flat pricing for FY 2017 (real terms), and thereafter a 4% annual real price increase

CULLINAN OVERVIEW

Cullinan Diamond Mine ("CDM") Overview

1902	1903	1905	1930	1932	1945	1997	2008	2009
Cullinan kimberlite pipe originally discovered by Sir Thomas Cullinan	Open pit mining commenced at 'Premier Mine' in 1903 - at time of WW1 14,000 employed at mine	Recovery of the 3,106 carat Cullinan diamond – the world's largest gem diamond	De Beers acquired controlling interest in Premier	Mine closed due to depression and lack of market for luxury goods	Mine reopened and pit dewatered for development of underground mine	Premier (Transvaal) Diamond Company amalgamated into DBCM	Mine acquired by Petra Consortium acquisition cost of R1bn – Petra had initial 37% interest	Petra increased its interest to 74% by buying out Al Rajhi's interest

- Source of the Cullinan, the largest gem diamond ever recovered (3,106 carats)
- Produced a quarter of all the world's diamonds of +400 cts; 140 stones of +200 cts; 811 stones of +100 cts
- World's most important source of truly rare and highly prized blue diamonds
- One of the largest diamond resources by in-situ value – 195.4 Mcts valued at $34 billion[1]
- FY 2015 production of 0.7 Mcts and revenue of $122.2 million
- C-Cut Phase 1 expansion plan to increase production to +2 Mctpa by FY 2019
- Cullinan plays a very important role in its local community and is dedicated to maintaining high ESG standards

1. Based on the average value per carat achieved in FY 2015

Iconic Diamonds

- Exceptional diamonds (+$5 million stones) contributed on average $21 million p.a. from FY 08 to FY 15

Historic Recoveries pre-Petra	Recoveries by Petra

The Cullinan
3,106 ct rough
Largest gem diamond ever discovered
Source of the diamonds in the British Crown Jewels
1905

The Golden Jubilee
755.5 ct rough
545.6 ct polished
The largest cut diamond in the world
1986

The Cullinan Heritage
507.55 ct rough
104 ct polished, plus 23 auxilliary stones
Sold for **$35.3m,** word record for rough stone
2009

The Cullinan Dream
122.5 ct rough
sold **$23.5m**
Petra retains 15% share in polished
2014

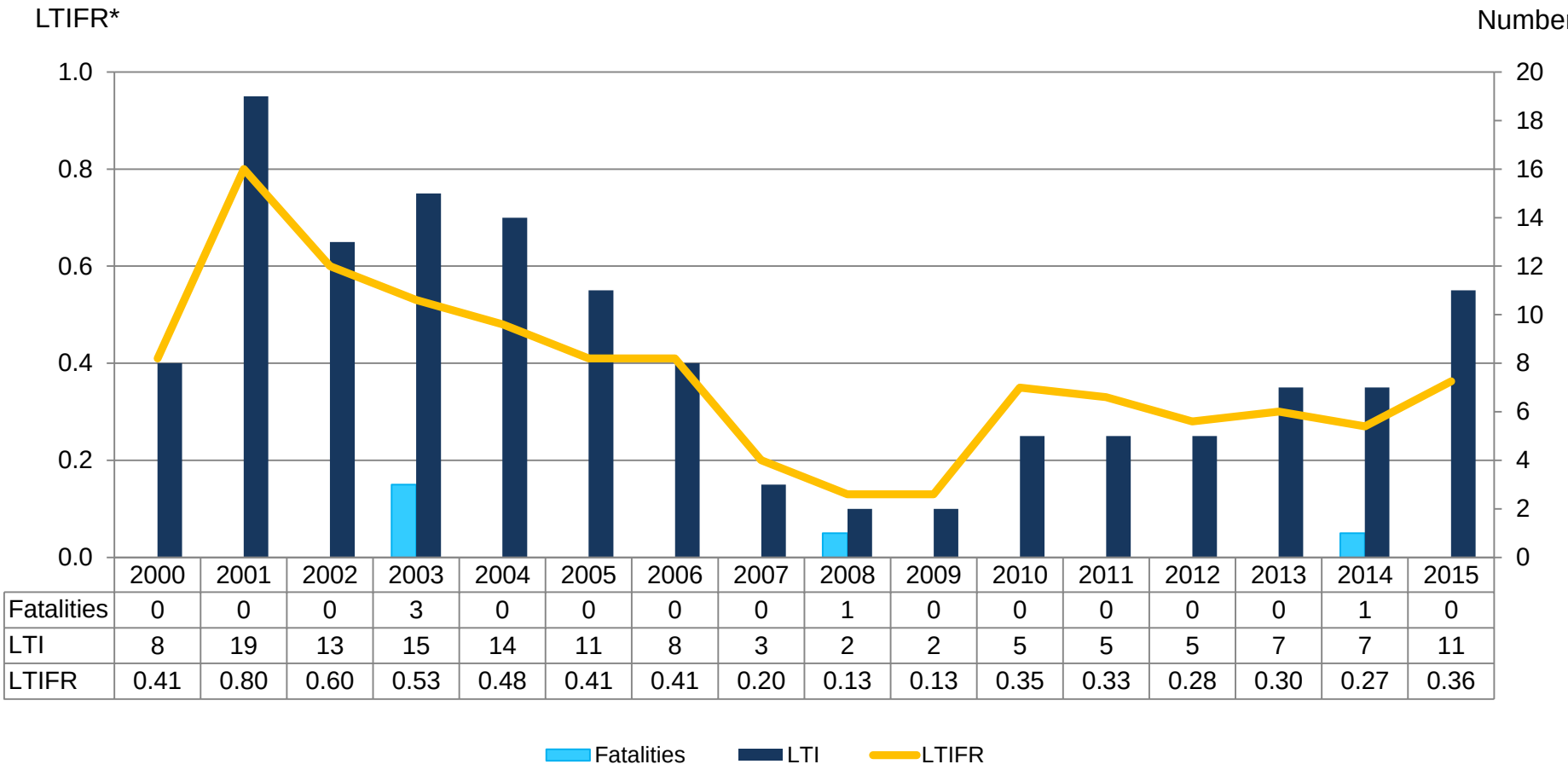
The Centenary
599.1 ct rough
273.8 ct polished
Cut into a modified heart-shaped design, “fit for the turban of a Sultan or Maharaja”
1986

The Taylor Burton
240.8 ct rough
69.4 ct polished
Gifted to Elizabeth Taylor by Richard Burton
1966

The Blue Moon of Josephine
29.6 ct rough
12.0ct polished
Rough sold for **$25.5m,** and polished for a record **$48.5m**
2015

The Star of Josephine
26.6 ct rough,
7.0ct polished
sold for **$9.5m**
2009

Safety Performance



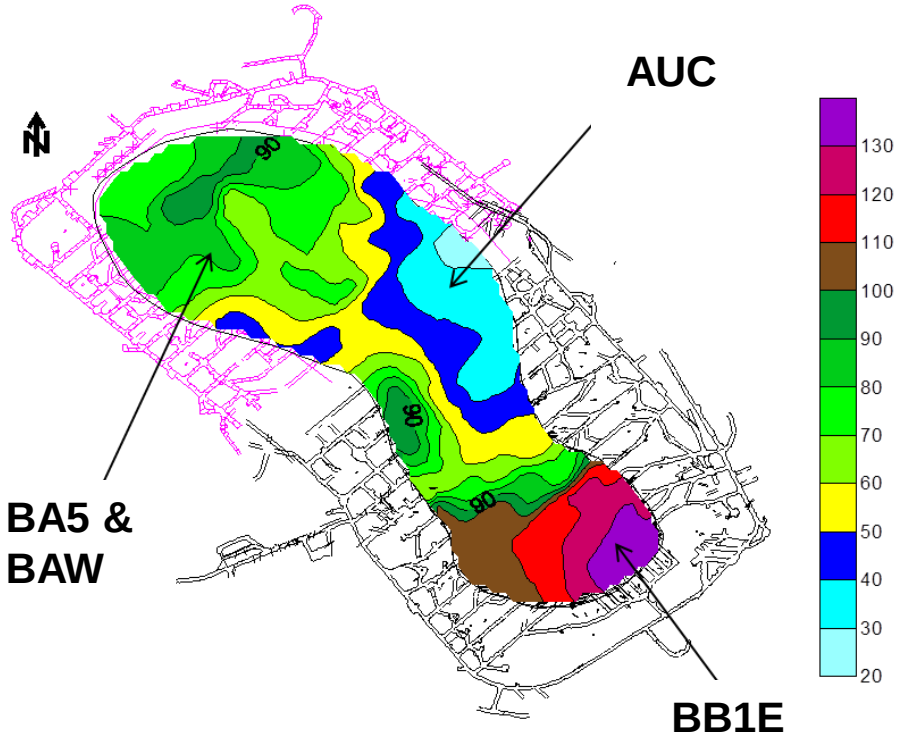
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Fatalities	0	0	0	3	0	0	0	0	1	0	0	0	0	0	1	0
LTI	8	19	13	15	14	11	8	3	2	2	5	5	5	7	7	11
LTIFR	0.41	0.80	0.60	0.53	0.48	0.41	0.41	0.20	0.13	0.13	0.35	0.33	0.28	0.30	0.27	0.36

- FY 2001 – FY 2006: Increase in activities and projects
- FY 2010 – current: Increase in activities, employees/contractors and projects

*LTIFR: Number of lost time injuries x 200,000 hrs / hrs worked

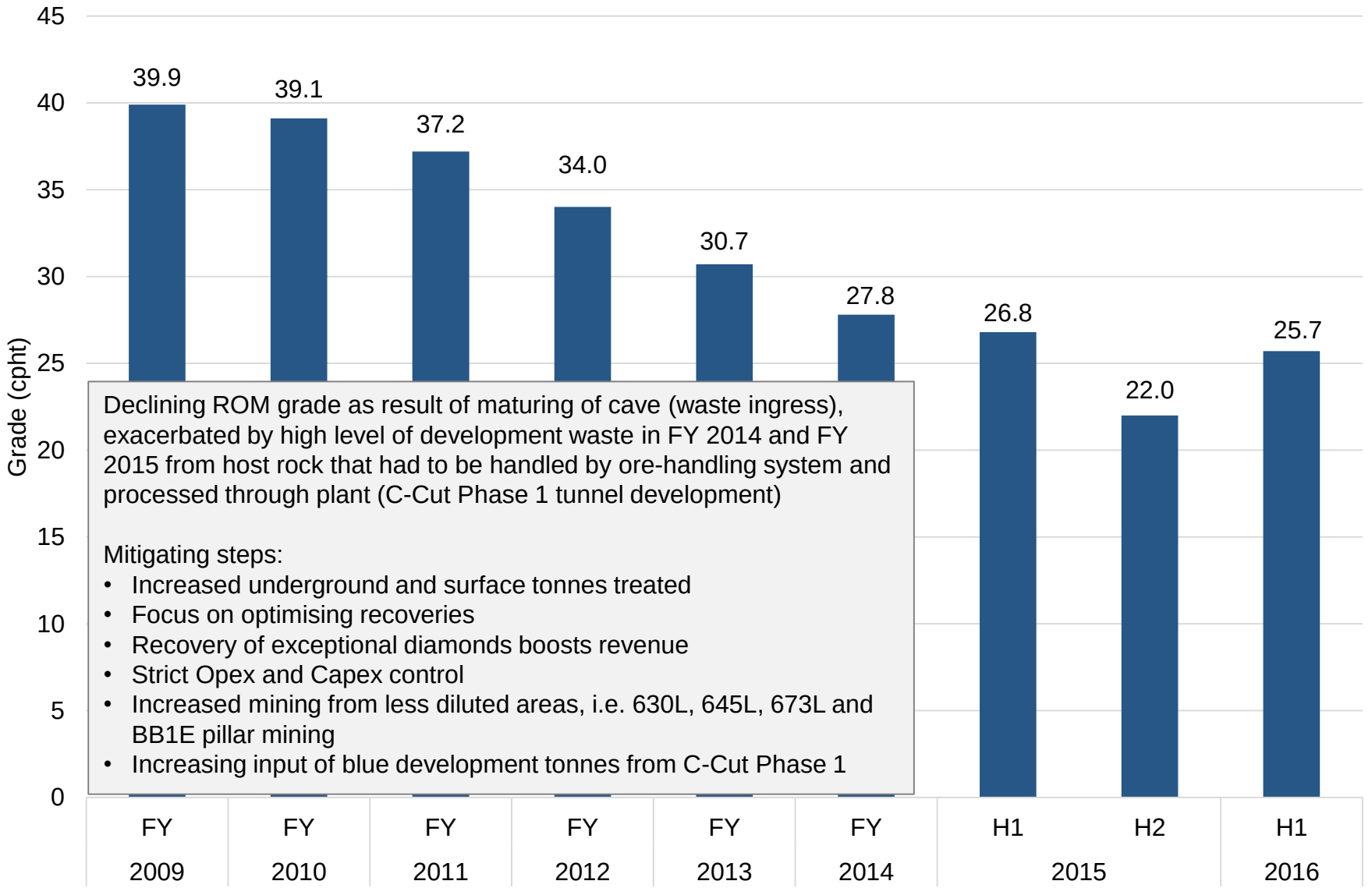
Major Diamond Resource

Category	Gross (Jun 2015)		
	Tonnes (millions)	Grade (cpht)	Contained Diamonds (Mcts)
Reserves			
Proved	-	-	-
Probable	48.0	47.8	22.95
Sub-total	**48.0**	**47.8**	**22.95**
Resources			
Measured	-	-	-
Indicated	253.9	70.6	178.10
Inferred	172.0	10.0	17.33
Sub-total	**425.8**	**45.9**	**195.43**



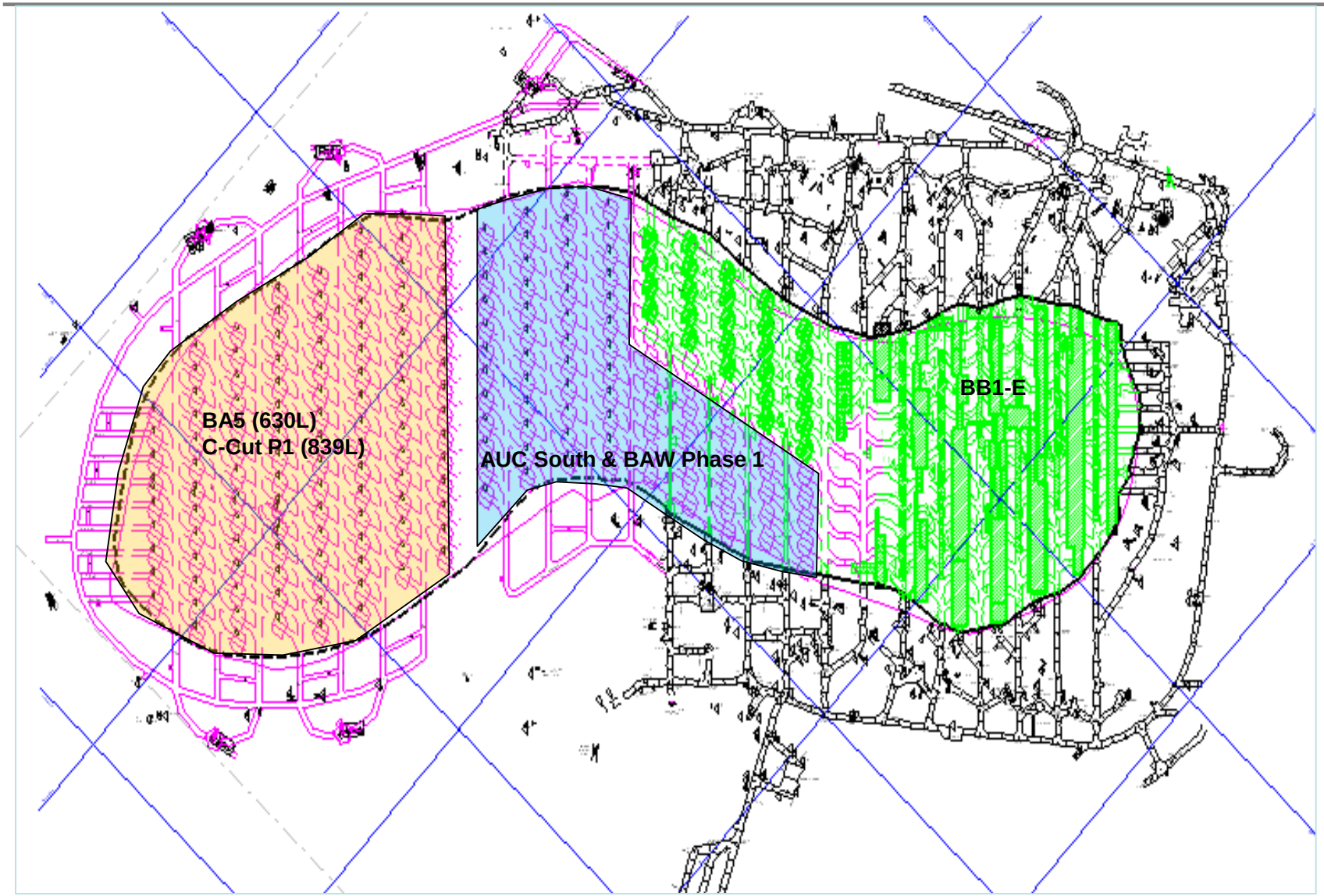
- *Resource bottom cut-off: 1.0mm.*
- *Reserve bottom cut off: 1.0mm.*
- *B-Cut resource tonnes and grade are based on block cave depletion modelling and include external waste.*
- *C-Cut Resource stated as in-situ.*
- *Reserve carats and grades are factorised as per the following Resource to Reserve liberation factors: "Brown" kimberlite 75.8%, "Grey" kimberlite 71.4%, and Hypabbysal kimberlite 71.8%.*
- *Changes in Reserve and Resource figures due to mining depletions, the re-estimation of Grey Kimberlite grade using new sample information in the AUC South, and new Reserves based on PCBC and Mine 2-4D scheduling on BB1E, AUC, BA5, BAW Ph1 and C-Cut Ph1; current and projected plant performance has been factored into the Reserves.*

ROM Grade Turnaround in Progress



MINING OVERVIEW

Plan View of Cullinan Mining Areas



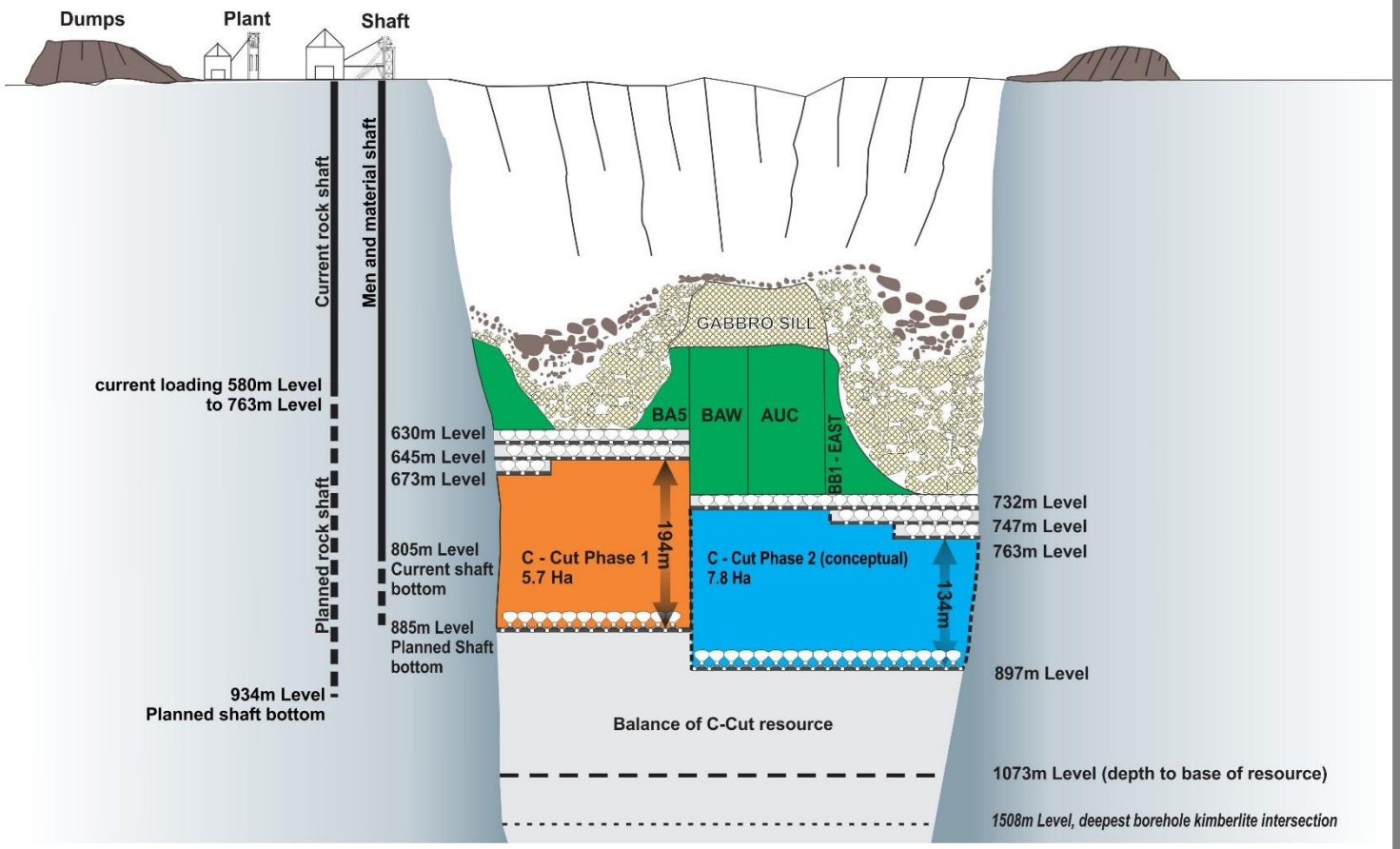
Cullinan Mine Plan – High Level

Current mining taking place in B-Cut at 732m and rehabilitation mining on 645m

C-Cut Phase 1 – new block cave being established on western side of orebody; production build up from H2 FY 2016 – 16 yr mine plan

Dramatic simplification of ore-handling system

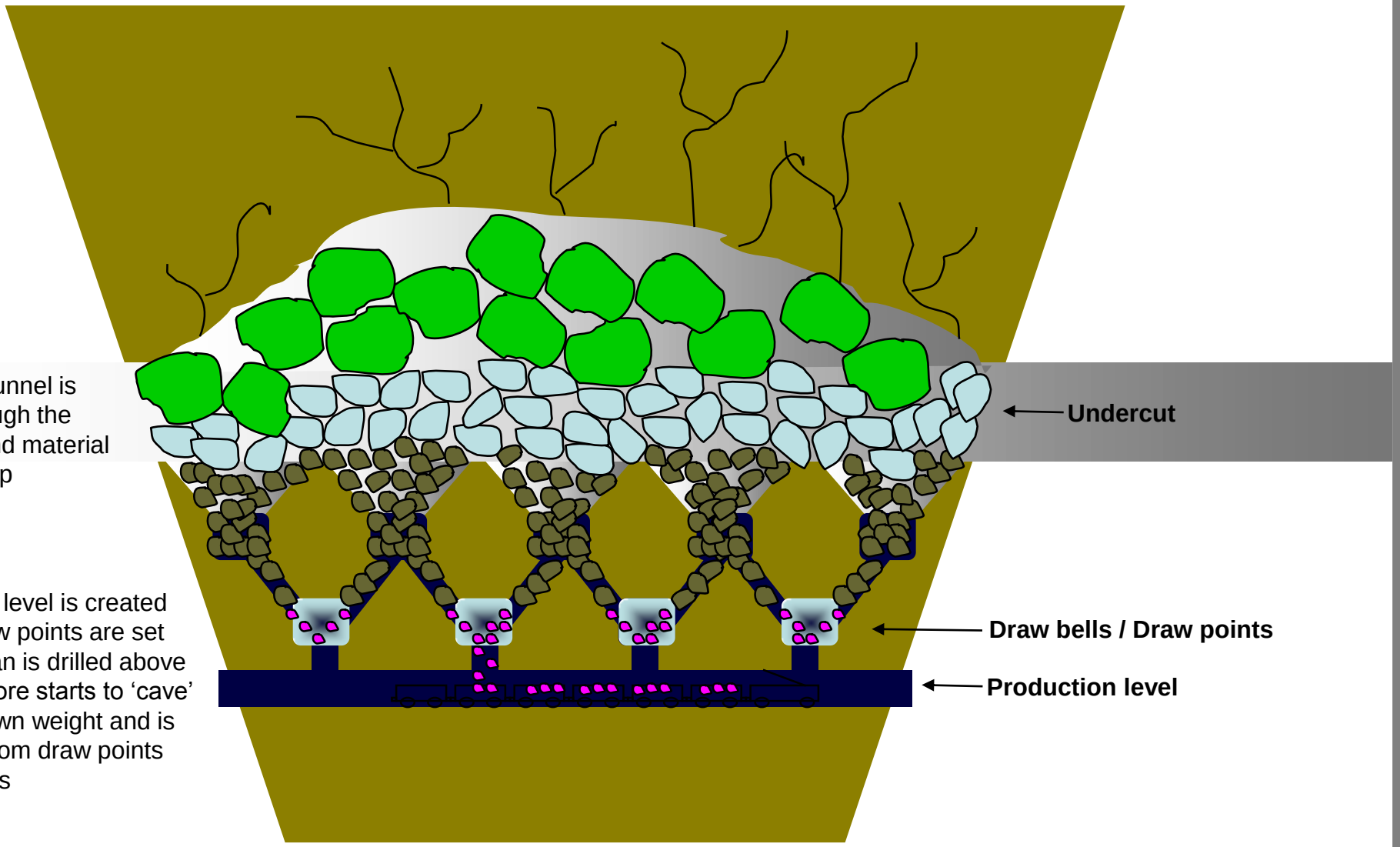
C-Cut Phase 2 – not in current mine plan



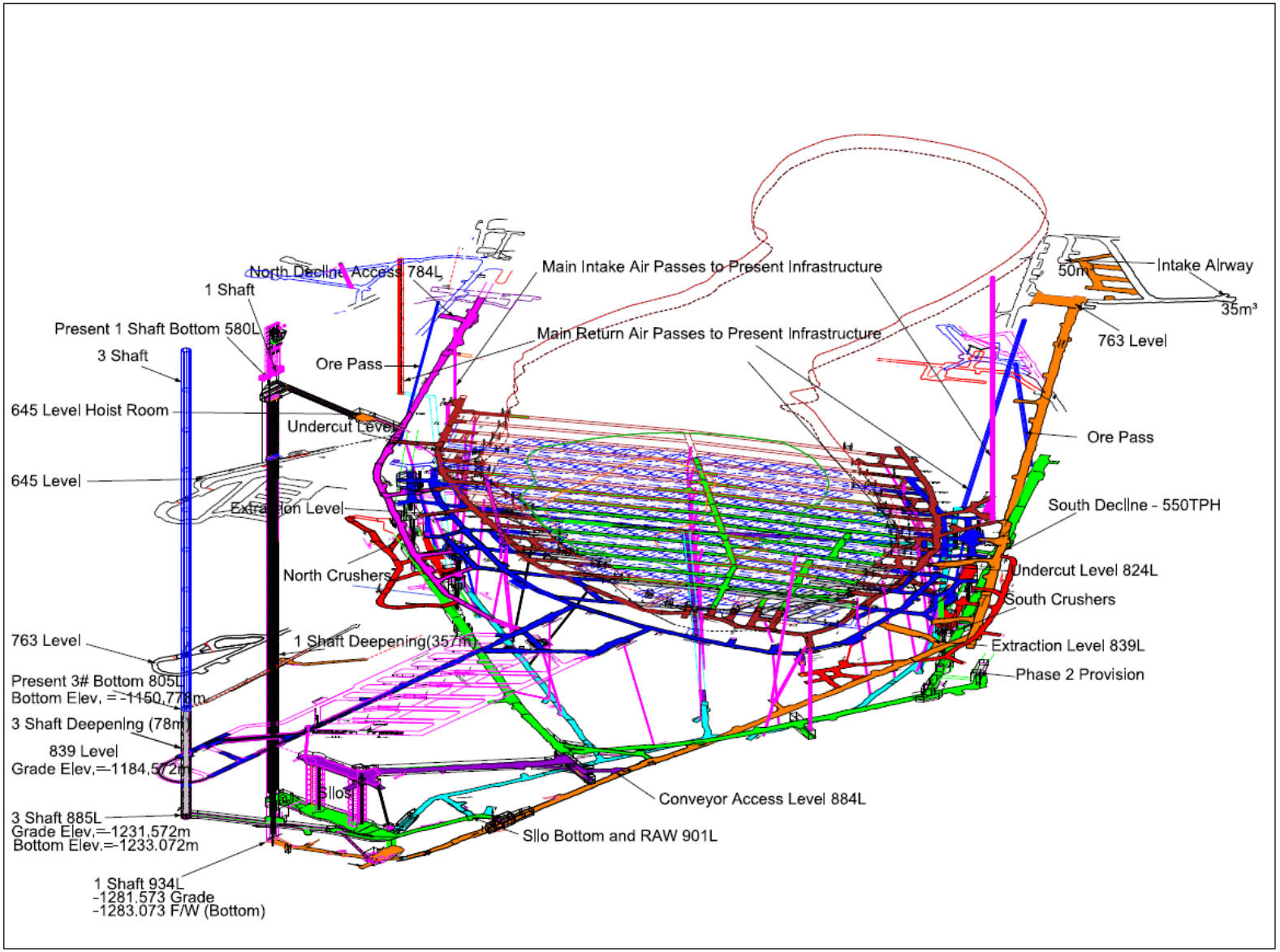
Block Caving Schematic

Undercut tunnel is made through the orebody and material is broken up

Production level is created below; draw points are set up and a fan is drilled above each one; ore starts to 'cave' under its own weight and is removed from draw points with loaders



C-Cut Phase 1


North Decline Access 784L
1 Shaft
Present 1 Shaft Bottom 580L
3 Shaft
Ore Pass
Main Intake Air Passes to Present Infrastructure
Main Return Air Passes to Present Infrastructure
50m³
Intake Airway
35m³
763 Level
645 Level Hoist Room
Undercut Level
Ore Pass
645 Level
Extraction Level
South Decline - 550TPH
North Crushers
Undercut Level 824L
South Crushers
763 Level
1 Shaft Deepening(357m)
Extraction Level 839L
Present 3# Bottom 805L
Bottom Elev. = -1150.778m
Phase 2 Provision
3 Shaft Deepening (78m)
839 Level
Grade Elev.=-1184.572m
Silos
Conveyor Access Level 884L
3 Shaft 885L
Grade Elev.=-1231.572m
Bottom Elev.=-1233.072m
Sllo Bottom and RAW 901L
1 Shaft 934L
-1281.573 Grade
-1283.073 F/W (Bottom)

New Plant – Significantly Reduced Footprint

COMPARISON – CURRENT vs AG MILLING PLANT		
	Current Plants (Main, DTP & OSP)	**New AG Milling Plant**
Throughput p.a.	2.8 Mt ROM 2.5 Mt Tailings	6.0Mt ROM capacity **Initial feed:** *4.0 Mt ROM* *2.3 – 2.5 Mt Tailings*
Total footprint	ca. 27 ha	ca. 4 ha
MAJOR EQUIPMENT INSTALLATIONS		
Conveyors	151 belts (15 km)	22 belts (3 km)
Conveyor transfer points	179	32
Screens	88	22
Pumps	121	7
Crushers	18	4 (excl 2 mills)
Feeders	21	14
Substations	17	2
Electrical motors	589	84

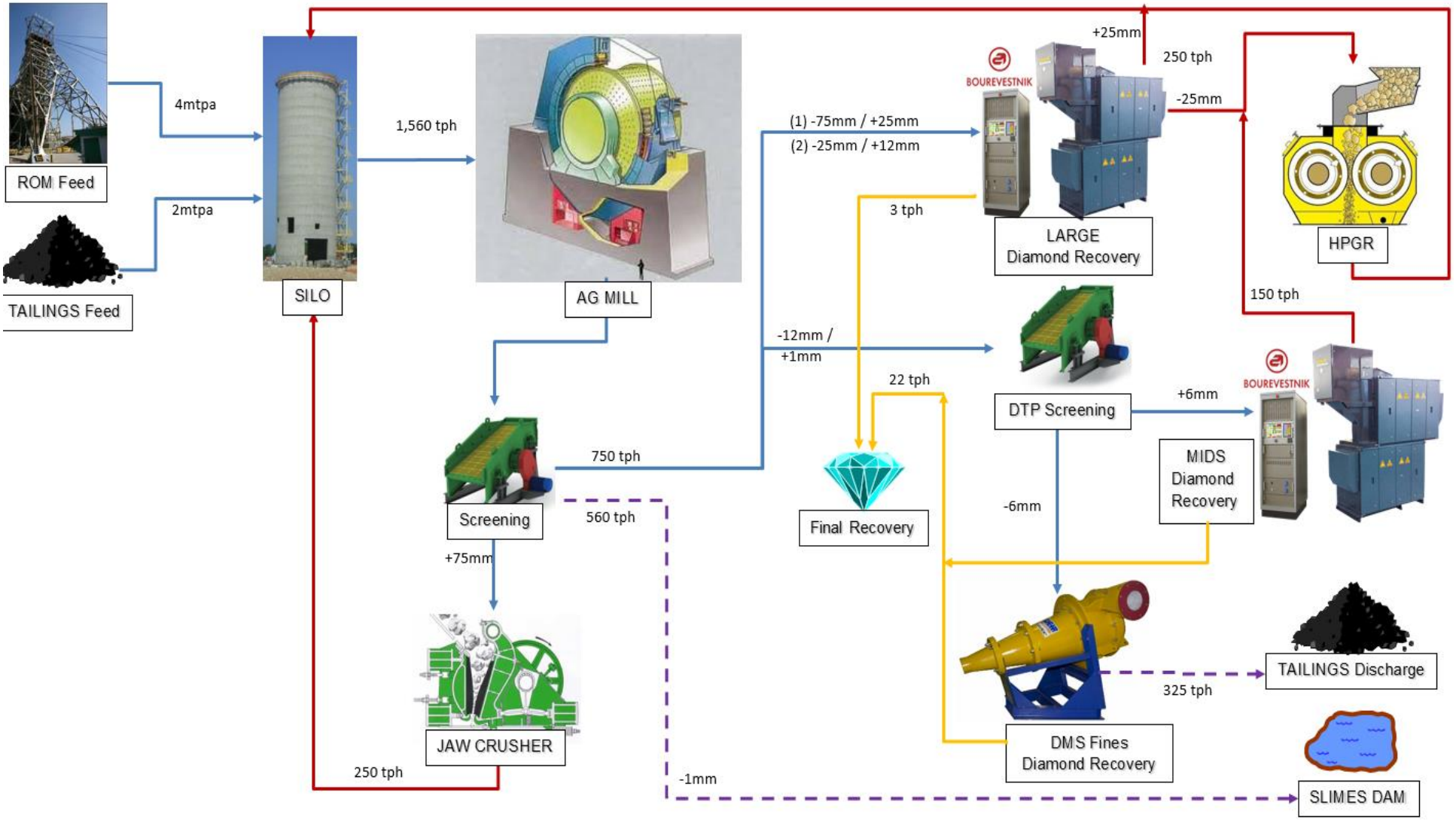
IMPROVED ELECTRICITY EFFICIENCY		
Power consumption	22.5 MW	25.0 MW
Power consumption per tonne	4.7	4.2 (12% improvement)

Current plant commissioned in 1947

Google Earth image of current Cullinan Plant

IMPROVED WATER CONSUMPTION		
Consumption	Current Plants	New AG Milling Plant
m^3 per tonne	3.5	1.2 (66% improvement)

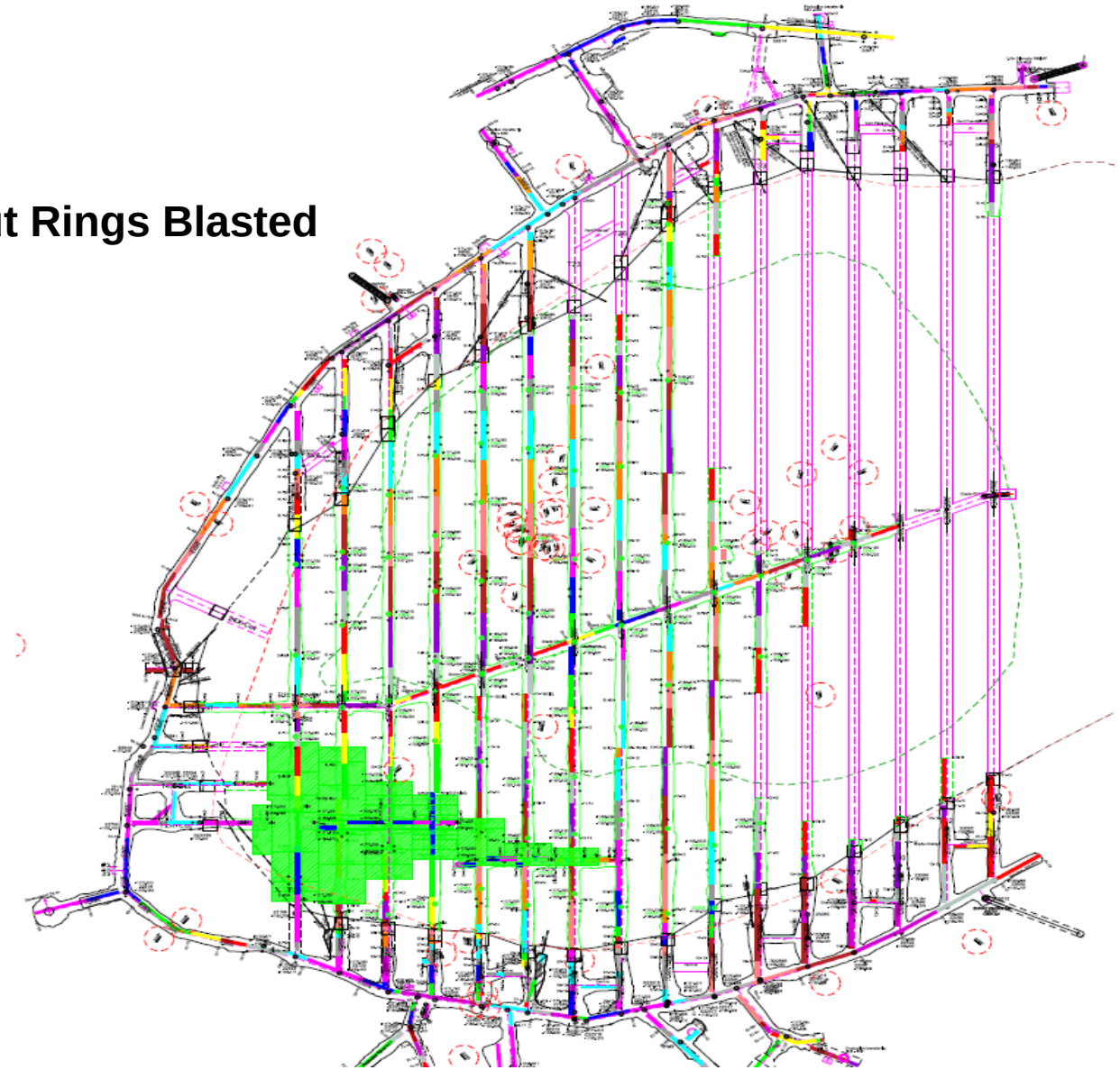
New Plant – Simplified Process Flow Diagram



C-CUT PHASE 1 EXPANSION PROGRAMME

Production Start-Up Under Cut level – 824L

Under Cut Rings Blasted



Undercut Development – 824L

Under Cut Holing Tunnel 21

Support Installation

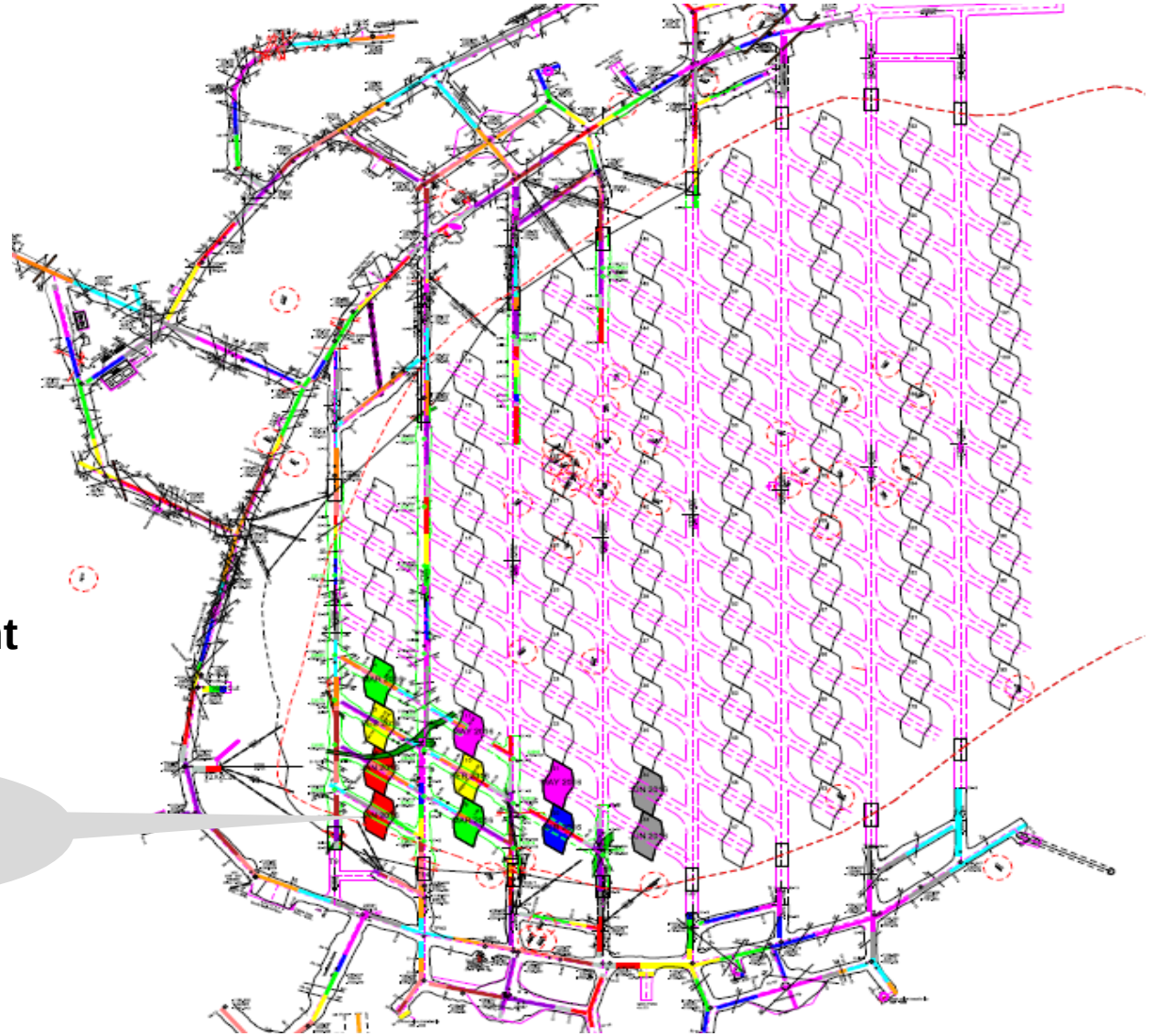
Drilling

Under Cut Secondary Support

Production Start-Up – Extraction Draw Bells – 839L

PetraDiamonds

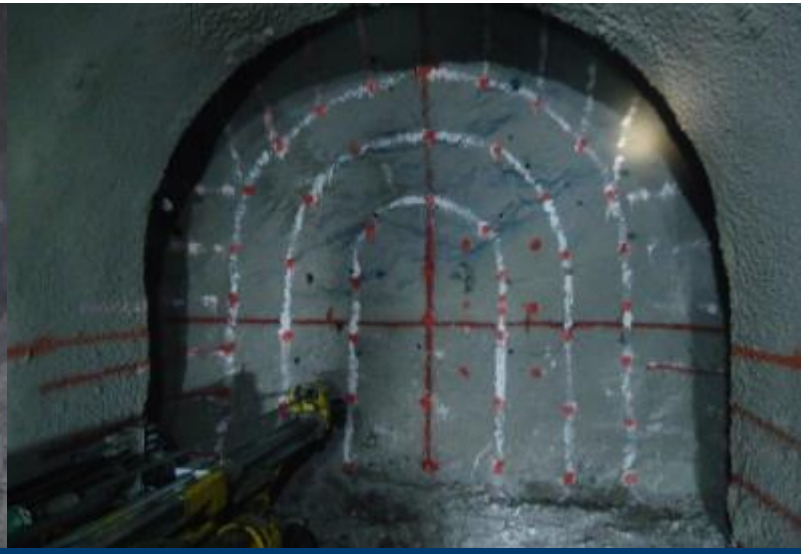
Draw Bell Development



First Draw Bell Blasted January 2016

Blue Tunnel Development – 824L/839L

Blue Development

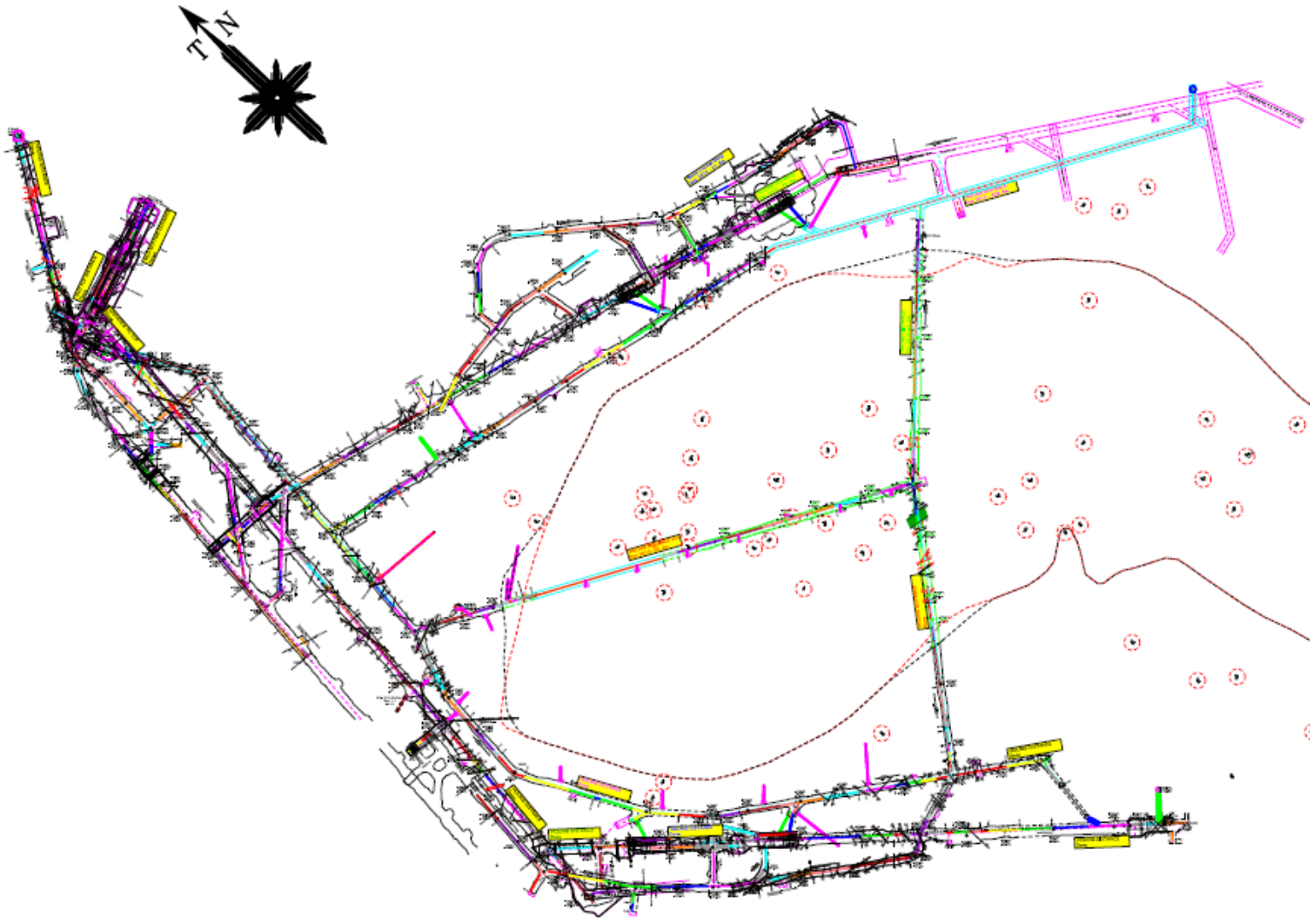


Blue Development : Drilling

Blue Development – Rock Seal

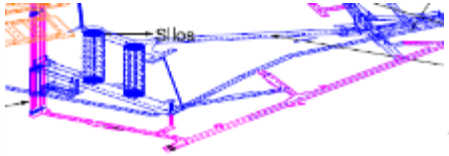
Blue Development : Secondary Support

Production Start-Up – Conveyor and RAW* – 895L



* Return Airway

Ore-handling Reduced from 11x to 4x



C-Cut Phase 1 Capacity
4 mtpa (Plus provision for 6 mtpa)

Winders & Headgear
Limited to
4 mtpa

Phase 1 - 4mtpa

SILO'S
2 mtpa LC 2
SPC 4
2 mtpa LC 1
NPC 4
3.6 mtpa SPC 3
3.6 mtpa NPC 3

Ground from existing production levels: 1.2 mtpa

3.6 mtpa NPC 1

3.2 – 3.6 mtpa (Future)

3.6 mtpa NPC 2

1.2 mtpa

NORTH CRUSHER 1

1.2 mtpa

NORTH CRUSHER 2

C-Cut Phase 1

Maximum Simulated Potential	Expected Average Potential
3.8 mtpa	3.7 mtpa

Proposed C-Cut East Block

3.6 mtpa SPC 2

TC1
TC2
824L CRUSHER

Indicative Footprint

Extraction Tunnels 1.2 mtpa

SOUTH CRUSHER 2

Grizzly and Crusher System 1.2 mtpa

1.2 mtpa

SOUTH CRUSHER 1

SPC 1 3.6 mtpa

3.2 – 3.6 mtpa (Future)

Ground from existing production levels: 1.2 mtpa

Engineering infrastructure – Ground Handling 895L

Conveyors

Conveyors

Intersection

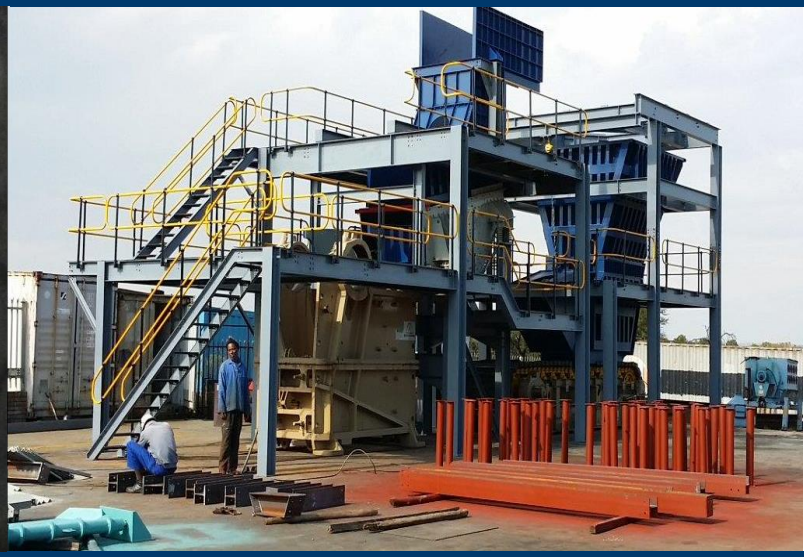
Intersection

Engineering Infrastructure – Ground Handling Crusher and Tip

Production Tip 1

Crusher Chamber

Crusher Civil Construction

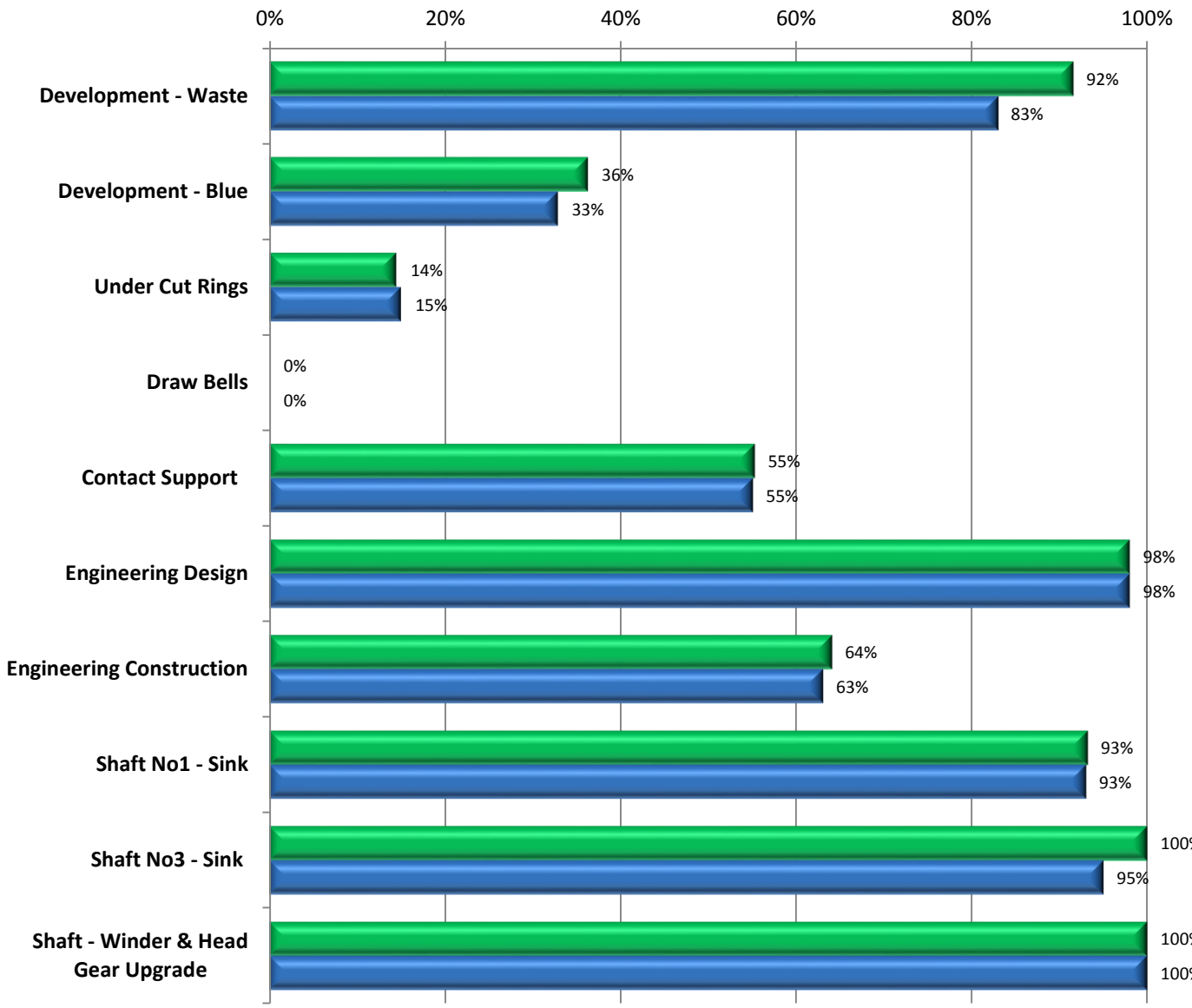


Crusher South 1

Cullinan – Road Ahead

Development programme	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015		FY 2016		FY 2017		FY 2018		FY 2019	
					H1	H2	H1	H2	H1	H2	H1	H2	H1	H2
Development of Declines & Access Tunnels														
Blasting of Under Cut at 824L														
New Production levels at 839L														
Development of Shaft #1 to 943L														
Production from C-Cut Phase 1														
Development of ore-handling system at 895L														
Steady state ROM production of 4 Mtpa														
New Cullinan Plant to be operational														
Guidance on plans post FY 2019														

C-Cut Phase 1 – Project Summary



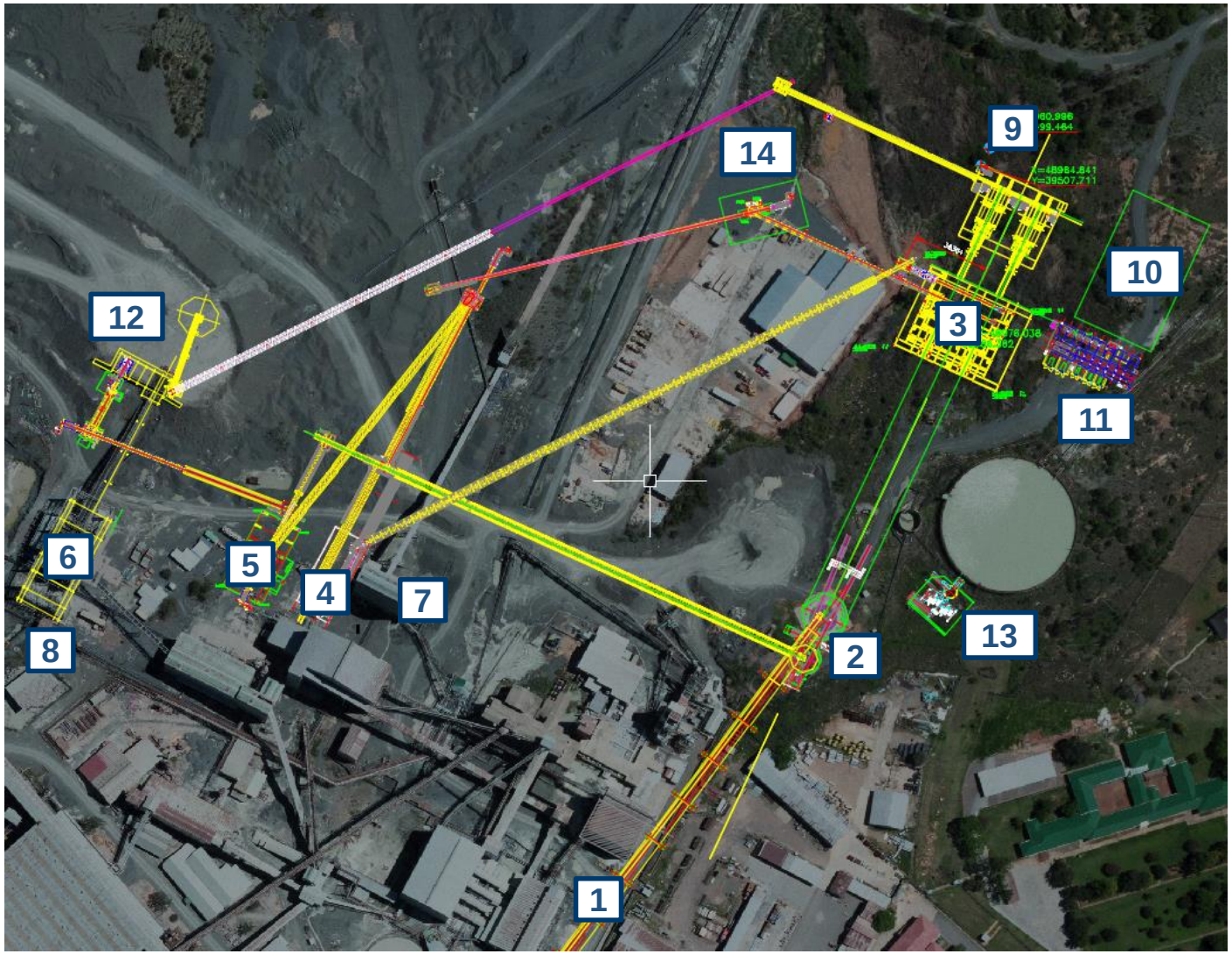
Actual

Planned

C-Cut Phase 1 was 69% complete as at 31 December 2015

NEW CULLINAN MILL PLANT

New Plant Aerial Overview



1. ROM Feed
2. ROM Silo and Return Silo
3. Mill Section
4. XRL Recovery
5. HPGR Crusher
6. DMS Plant
7. Final Recovery
8. Tailings Disposal
9. Slimes Disposal
10. New Eskom Substation
11. MV Substation
12. Re-mined Material
13. Pump Station
14. Jaw Crusher

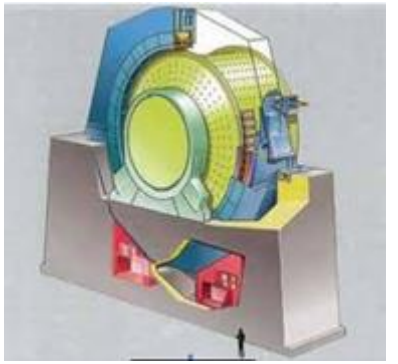
Benefits of New Plant

Strong stand-alone economics	• Construction cost of ca. ZAR1.65 billion (ca. $142.8 million) • **Payback of ca. 3 years and IRR of 25%**
'Softer' liberation protecting large diamonds from breakage	• Top-cut of 75mm (will cater for diamonds of +3,000 carats, such as the Cullinan diamond) • +25mm material only exposed to AG milling (comminution via attrition, not crushing) • -25mm material liberated through HPGR; inter-particle crushing, thereby moving away from high impact cone crushing
Improved liberation	• Increased liberation throughout total diamond spectrum • +1mm unliberated kimberlite particles in tailings will reduce from current 60% to post-AG mill 40% • -1mm slimes will increase from current 40% to post-AG mill 60%
Energy savings	• 6% saving in Maximum Demand costs following new 88KV take-off from Eskom • Gravity-feed slimes disposal 5 • **12% increased energy efficiency per tonne**
Enhanced security	• New Final Recovery Sorting machines: concentrate load reduction from 50 tph (3 Mtpa) to 25 tph (6 Mtpa) • **Total hands-off final recovery**
Lower opex	• Improved liberation leading to reduced tonnes in circulation • Only -12mm material will report to DMS • AG milling reducing need for step-wise crushing • Less reliance on labour (high level of automation) and reduction in equipment and maintenance • **ca. R20 to R25 / tonne opex saving**

Latest Processing Technology

Autogenous ("AG") Milling

- Utilise inter-particle crushing in an abrasive manner compared to impact forces in traditional crushers
- Benefits are reduced diamond breakage, improved liberation and early stage reduction of ore to below the bottom cut off size of the plant, hence a resultant reduction in operating cost
- Milling of ore in diamond processes are already used with great success in Russia, Botswana and Angola
- Extensive mill simulation work conducted by international experts in the field



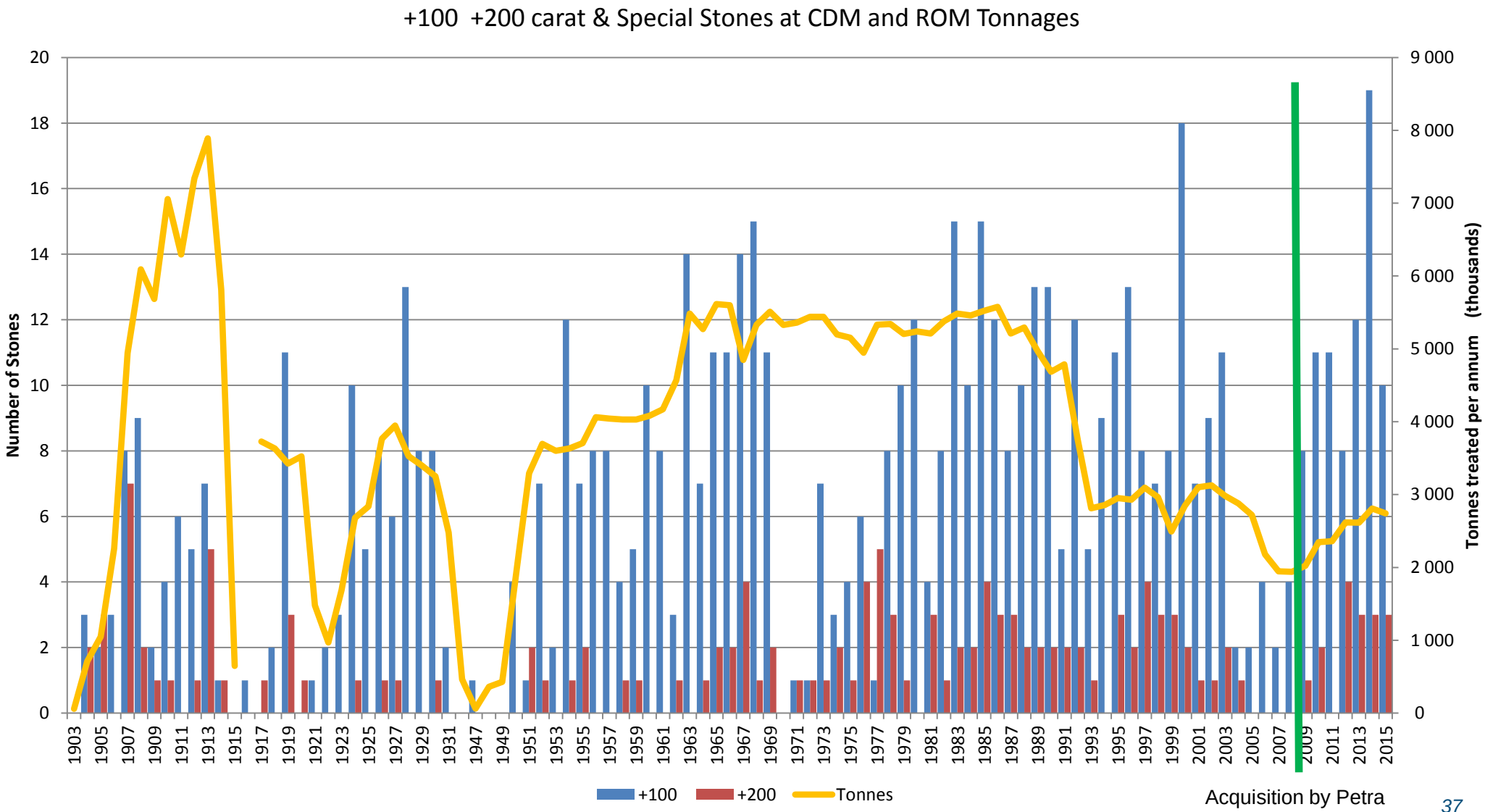
Bourevestnik ("BV") X-ray machines

- Increased throughput capability resulted in the replacement of the more expensive and less efficient DMS processes
- Improved algorithm results in reduced non-diamond content from BV machines to downstream process, resulting in a simplified recovery process
- BV X-ray machines are used extensively in diamond recovery processes across the world
- In-depth test work of the robustness and recovery capability was conducted and proved that these machines are of a world-class standard

High Pressure Grinding Rolls ("HPGR")

- Proven technology and currently utilised at CDM

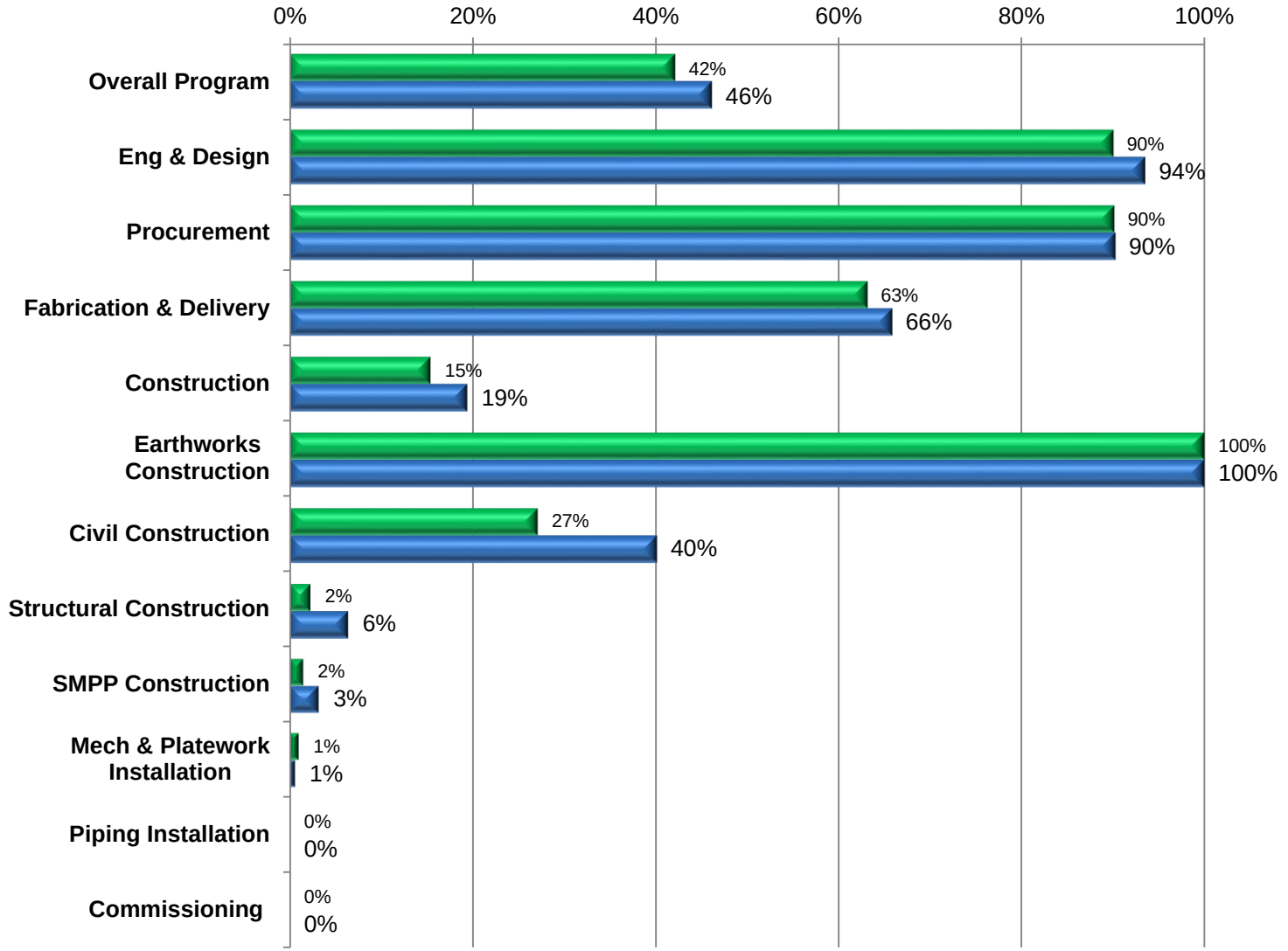
History of Large Diamond Recoveries



Plant Project Milestones

	Q1 FY16 Jul-Sep 15	Q2 FY16 Oct-Dec 15	Q3 FY16 Jan-Mar 16	Q4 FY16 Apr-Jun 16	Q1 FY17 Jul-Sep 16	Q2 FY17 Oct-Dec 16	Q3 FY17 Jan-Mar 17	Q4 FY17 Apr-Jun 17
Contract signed: start, site prepared								
Bulk Earthworks: Completed (contractor off site)								
Civils								
SMPP (Structural, Mechanical, Plating and Piping)								
Equipment - Mills, HPGR, Screens, Jaw, BVs, Pumps, MV Switchgear								
Electrical								
Equipment C2 Commissioning								
Process C3 Commissioning								
Fully operational								

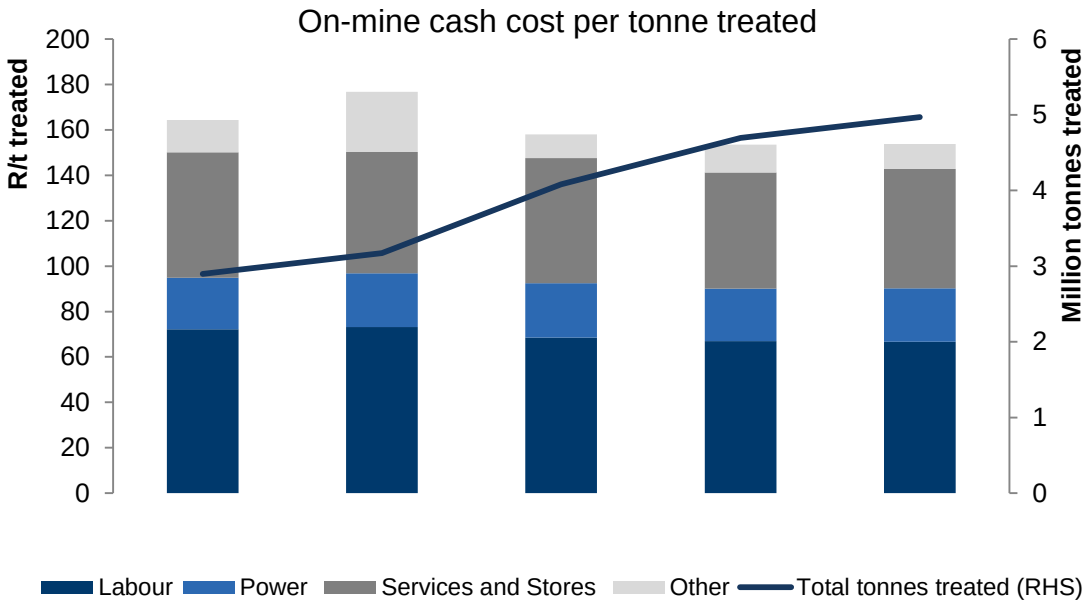
Mill Plant – Project Summary

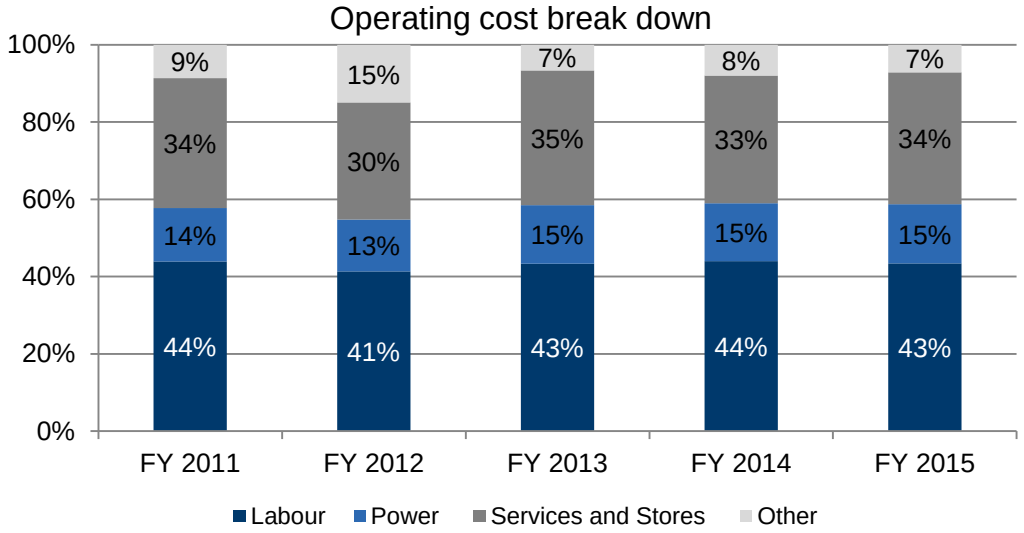


Mill Plant was 42% complete as at 31 December 2015

COSTS & CAPEX

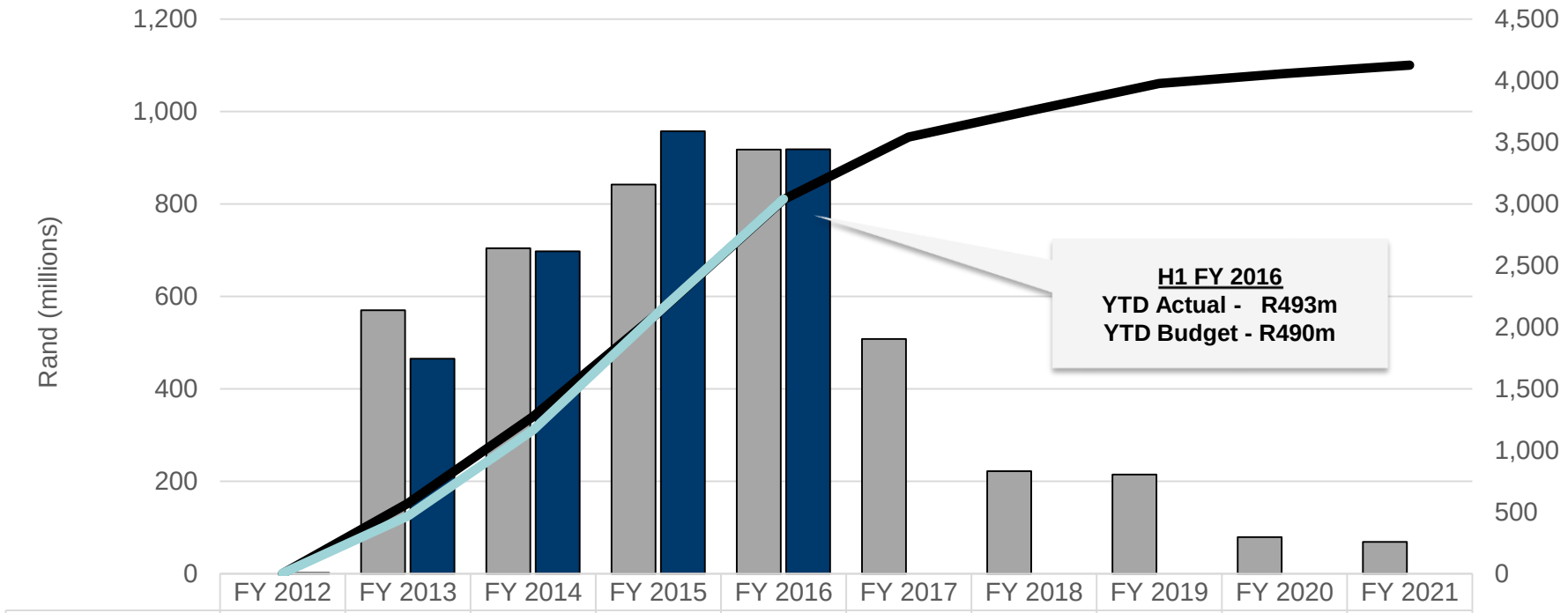
Operating Cost History and Make-up





- Risk of rising electricity costs managed through efficient design of new infrastructure
- Maintenance and management of new and old infrastructure
- New designs cater for high degree of automation
- Advancement of a Group procurement strategy to yield benefits related to economies of scale

C-Cut Phase 1 Project: Actual Expenditure to Budget

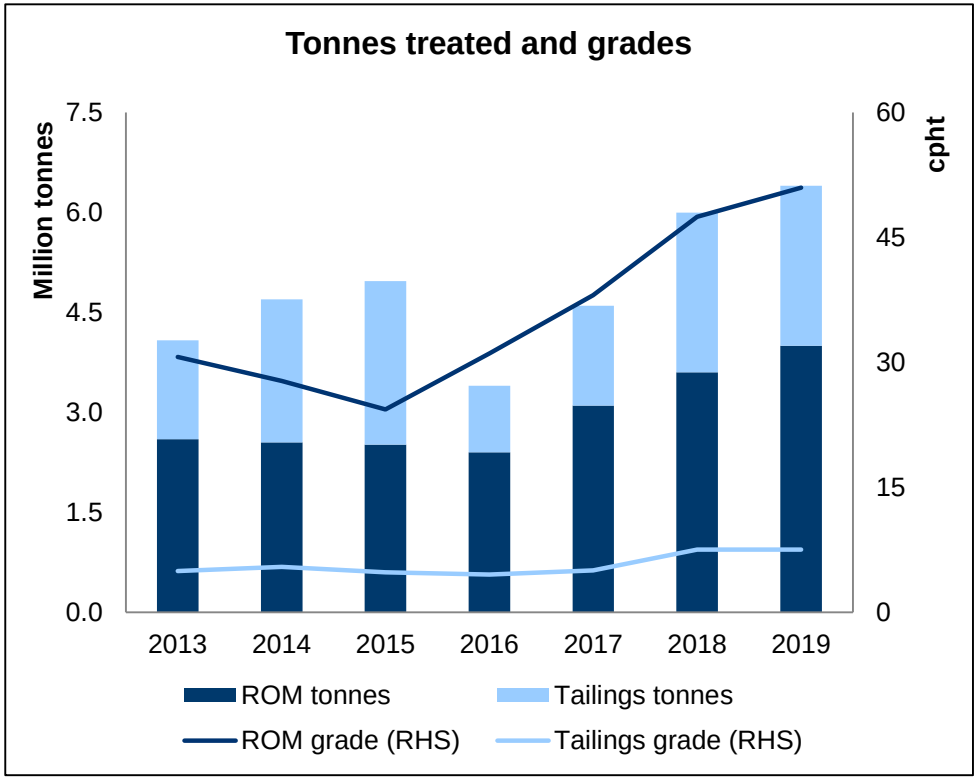


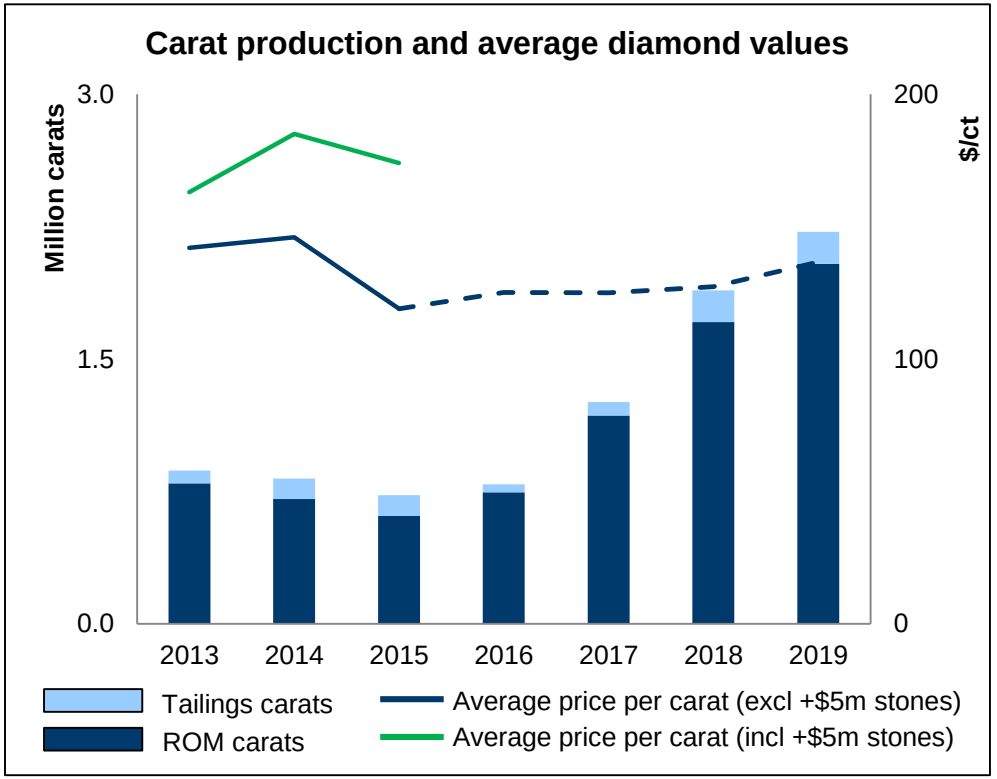
	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Budget	-	570	704	842	918	508	222	214	79	69
Actual / FEC	1	465	697	957	918					
Cum. Budget	-	570	1,274	2,117	3,034	3,542	3,764	3,978	4,057	4,126
Cum. Actual	1	467	1,164	2,121	3,039					

OUTLOOK

Cullinan – Production Plan

- ROM tonnages to rise 60%, but ROM carat production expected to rise +200%, due to increase in grade as result of mining undiluted C-Cut tonnes





1. Forecasts for average value per carat calculated using FY 2016 guided prices less 9%, flat pricing for FY 2017 (real terms), and thereafter a 4% annual real price increase

Cullinan Outlook

- Improving grades – grade to rise gradually from ca. 26 cpht to +50 cpht by FY 2019
- Improving product mix – due to production from undiluted areas and higher proportion of ROM vs tailings
- Improving recoveries – new plant to optimise recoveries from Cullinan
- Improving mining costs – Focus on increasing efficiencies and major simplification of ore-handling system
- Very robust economics – positive cashflow even at depth of downturn
- Longevity – current 15 year mine plan will only exploit 21% of total major resource
- Spectacular diamonds – Cullinan will continue to produce iconic diamonds

Putting in place a sustainable future for Cullinan and its local communities

CORPORATE SOCIAL RESPONSIBILITY

Safety, Health & Employee Wellbeing

- OHSAS 18001:2007 certified
- 3,755 medicals carries out during FY 2015
- Chronic disease management and awareness
- Bulk SMS system is utilised to remind employees and supervisors of health checks for chronic conditions

Annual Sports Day 2015

Breast Cancer awareness in Refilwe

- Monthly chronic diseases management via Wellness clinic with permanent sister employed
  - Hypertension monitoring: 288 employees on programme
  - Diabetes: 55 employees on programme
  - HIV/Aids: 44 employees on programme
  - December is HIV/Aids month – 1,017 employees tested

Environmental Management

- ISO 14001 certified; next surveillance audit 15-19 February 2016
- Annual internal environmental audits carried out
- No major incidents have been reported within the last year
- Alien invasive species are continuously controlled mine wide
- **Energy saving initiative:** Replacement of electrical geysers with heat pumps at change house houses resulting in approximately 40-50% saving on electricity
- **Cost saving initiative:** Improved salvaging of reusable materials, copper stripping and auction of other materials to save costs and reduce disposed waste
- **Awareness**: Arbor day celebration with school children in Refilwe community to improve awareness of the value of planting trees

Training and Development

- Key focus for Petra (ca. $6.7 million on staff training and development in FY 2015 across whole Group)
- Leadership Development Programme helps Petra identify and develop future leaders within the organisation:
  - 69 employees participated in FY 2015 (36% female / 64% male)
  - 40 people graduated in FY 2015
- Adult basic education and training provided free of cost or obligation
- Portable skills training to develop alternative skills for employees (for self-employment after their mining careers) e.g. computer skills, electrical house wiring, drivers licence etc.
- Engineering Learnerships: 8 external and 9 internal
- Rock breaking Learnerships: 7
- Metallurgy Learnerships: 14

Education Initiatives

Long-term strategy to address the scarcity of technical skills in the industry

Implementation of a Maths and Science Centre at 3 local schools

- Assisting with improving Maths & Science results and increasing number of applicants for careers in mining

One book one learner project as endorsed by the Department of Education

- Initiative to enhance the Maths & Science program at schools
- Training of both teachers and learners on how to effectively use the Maths dictionary

Career Day 2015

- All learners in Grade 10 to 12 from local schools were invited to CDM's Career Day
- All the career opportunities were exhibited in ca. 20 stalls in which all departments on the mine were represented
- Ca. 1,200 children attended the Career Day

Education Initiatives continues…

Bursary programme – bursaries awarded to 5 beneficiaries:

- 2 learners studying for Mining Engineering (1 was on Petra scholarship and 1 employee)
- 1 learner studying Electrical Engineering
- 2 Metallurgy Engineering (one learner used to be on Petra Experiential Learnership Programme)

- Vocational work provided to Petra bursars and local community learners who meet the requirements for this initiative in order to complete their workplace projects
- Scholarships: 18 learners from local schools (Grades10 -12), excelling in Maths and Science

Community Projects

Group social spend increased to ca. $1.7 million in FY 2015 (FY 2014: $1 million)

Community projects include:

Expansion of Onverwacht Primary School

- The mine has committed to build 4 classrooms, library and the administration block (commencing in March 2016) after re-zoning approval from the City of Tshwane was received

Sports Trust Multi Courts

- Department of Basic Education had expressed a need for school sports facilities at 3 local primary schools. The mine together with the city will implement - project will commence late February 2016

Employee Volunteerism

- Employees are encourage to volunteer their time and skills at various local NGO's
- In December 2015, two mine employees heeded the call when they donated Christmas presents to needy children in the local Refilwe community

Community Projects

Leshidi Place of Safety

- Place of safety for orphaned and vulnerable children in Refilwe.
- Adopted by the Petra Foundation as a CSI flagship project for CDM
- CDM bought some groceries, bedding, toys and board games for the festive season

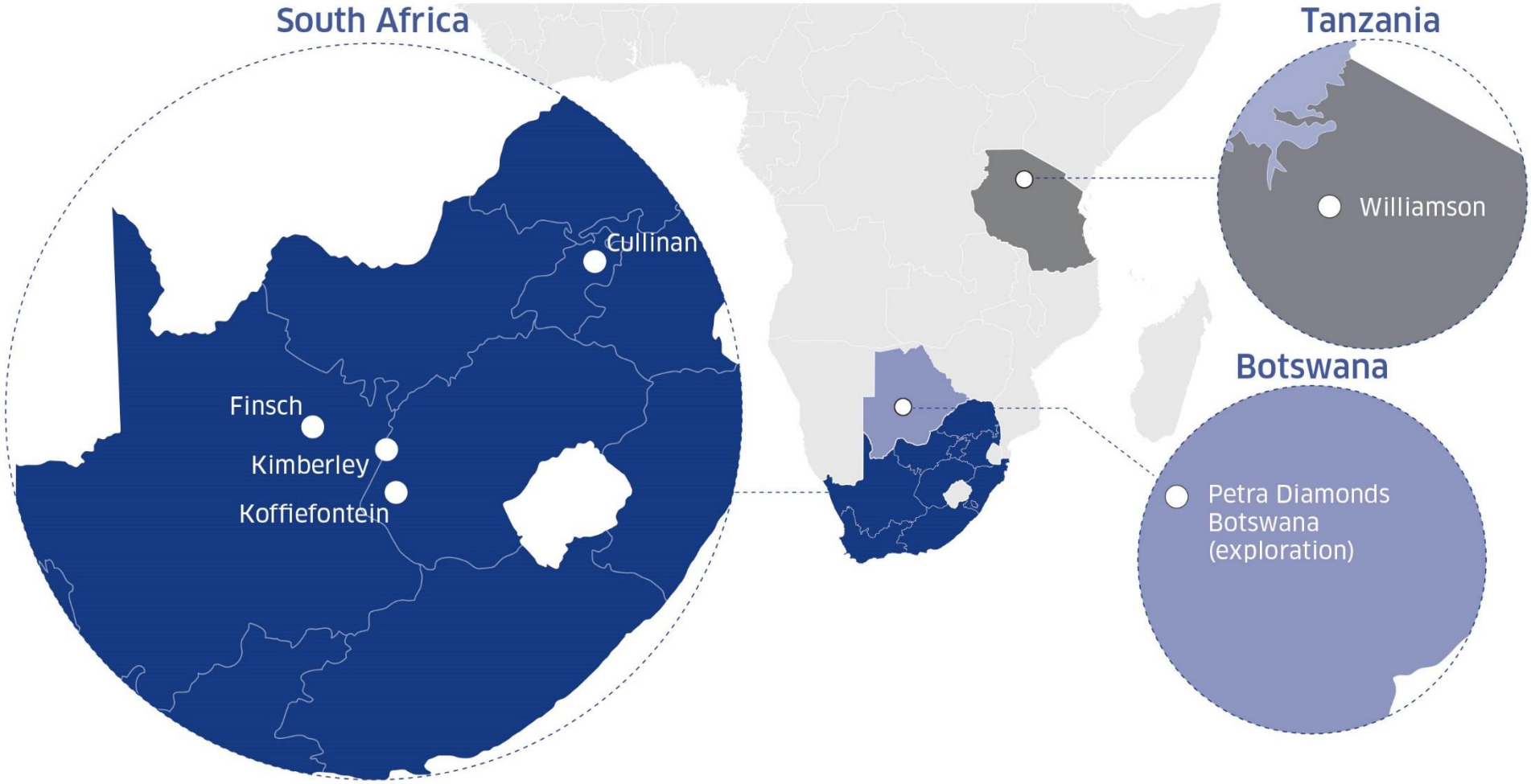
Matric Awards
CDM has sponsored the 2015 Matric Awards ceremony for Regions 5 & 7

Community Work on Mandela Day

Community Work on Mandela Day

APPENDIX

Location


South Africa
Cullinan
Finsch
Kimberley
Koffiefontein
Tanzania
Williamson
Botswana
Petra Diamonds
Botswana
(exploration)

Current Trading – H1 FY 2016 Results

	Unit	H1 FY 2016	H1 FY 2015	Variance	FY 2015
Sales					
Revenue	US$m	25.0	77.7	-68%	122.2
Diamonds sold	Carats	227,759	314,957	-28%	700,896
Average price per carat	US$	110	247[1]	-56%	174[2]
ROM Production					
Tonnes treated	Tonnes	1,180,399	1,292,895	-9%	2,513,004
Diamonds produced	Carats	303,400	333,770	-9%	611,993
Grade	Cpht	25.7	25.8	0%	24.4
Tailings Production					
Tonnes treated	Tonnes	397,158	1,212,368	-67%	2,458,306
Diamonds produced	Carats	18,966	57,628	-67%	117,503
Grade	Cpht	4.8	4.8	0%	4.8
Total Production					
Tonnes treated	Tonnes	1,577,557	2,505,263	-37%	4,971,310
Diamonds produced	Carats	322,366	391,398	-18%	729,496
Capex					
Expansion Capex	US$m	74.2	47.0	+58%	104.8
Sustaining Capex	US$m	4.4	3.4	+29%	8.8
Borrowing Costs Capitalised	US$m	6.9	3.6	+92%	7.9
Total Capex	US$m	85.5	54.0	+58%	121.5

1. Excluding Exceptional Diamonds, the average value was $124 / ct; 2. excluding Exceptional Diamonds, the average value was $119 / ct

- ROM production decreased in line with Petra strategy to focus on grade control in FY 2016 while C-Cut Phase 1 block is initiated
- Grade continued to improve in comparison to lows reached in H2 FY 2015
- Tailings production down significantly due to decision to utilise DTP primarily to treat additional higher value ROM material

Capex Overview

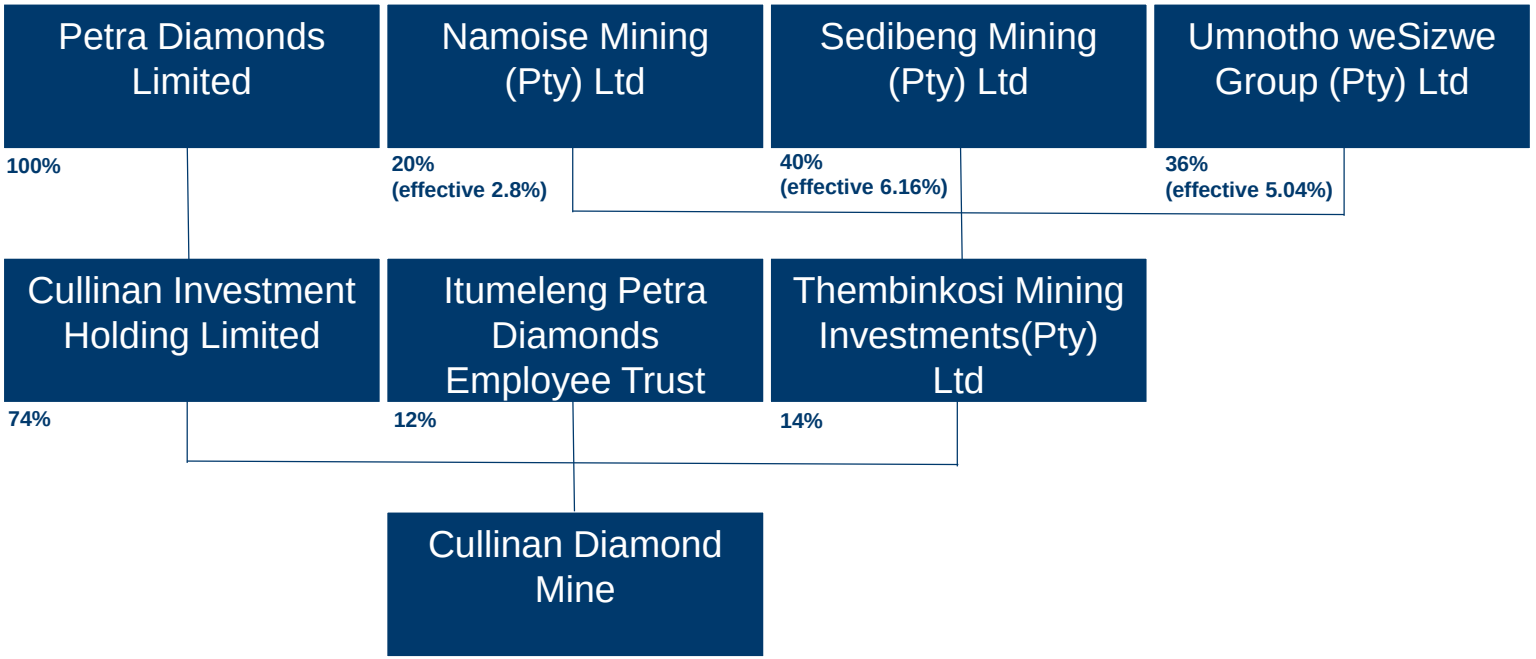
- Total expansion Capex of ca. R6.5 billion (ca. US$550 million)
- R4 billion capital spent to date (H1 FY 2016); remaining Capex of R2.5 billion (ca. US$190 million) to FY 2019
- Capex fully funded from current debt facilities, treasury and mine cashflows
- Split of Capex guidance at Cullinan:

Financial Year		FY 2015 A	FY 2016 F	FY 2017 F	FY 2018 F	FY 2019 F
Capex						
• C-Cut Phase 1 and other	ZARm	1,094	1,120	470	190	170
• Mill Plant	ZARm	105	930	490	70	-
Total Expansion Capex	ZARm	1,199	2,050	960	260	170
Total Sustaining Capex	ZARm	101	90	80	80	80

Note: FY 2016 to FY 2019 capital guidance stated in real FY 2016 money terms

Labour Relations Risk Mitigation

- Labour relations at Cullinan have been stable in FY 2015 and H1 FY 2016
- No migrant labour – 70% of employees come from local/provincial area to Cullinan
- Strong focus on internal communications and engagement with employee representatives
- Petra concluded 3 year wage agreement with NUM in September 2014 (10% pa)
- Itumeleng Petra Diamonds Employee Trust owns 12% of mine
  - Annual IPDET distributions commenced in December 2014



Power Risk Mitigation

- Diamond mining industry is light user of power in comparison to other commodities (no smelting / refining)
- Cullinan already operating under allotted power capacity (used to run at historically higher tonnage levels)
- Eskom consults with industry pre load shedding, enabling customers to react appropriately
- Petra strategy to date to prioritise higher value underground ROM production by temporarily halting tailings production – no material impact on production
- Installation of back-up generators to keep mine running in event of Stage 1 or 2 load reduction
- Madupi Unit 6 brought 800MW into grid in 2015; next unit set for early 2017; completion in 2019 / 2020; Kusile to come on stream by end of 2017

Eskom Load Reduction	Impact on Petra	Frequency
Stages 1 & 2	10% load reduction within a two hour notice – Petra handles with selective use of winders/pumps	Come and go
Stage 3	20% load reduction within a two hour notice – will impact tailings production	Handful of times
Stage 4	Only essential loads will be allowed	Hasn't happened yet

PetraDiamonds

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