



PetraDiamonds

2018 AGM

Entering a new phase

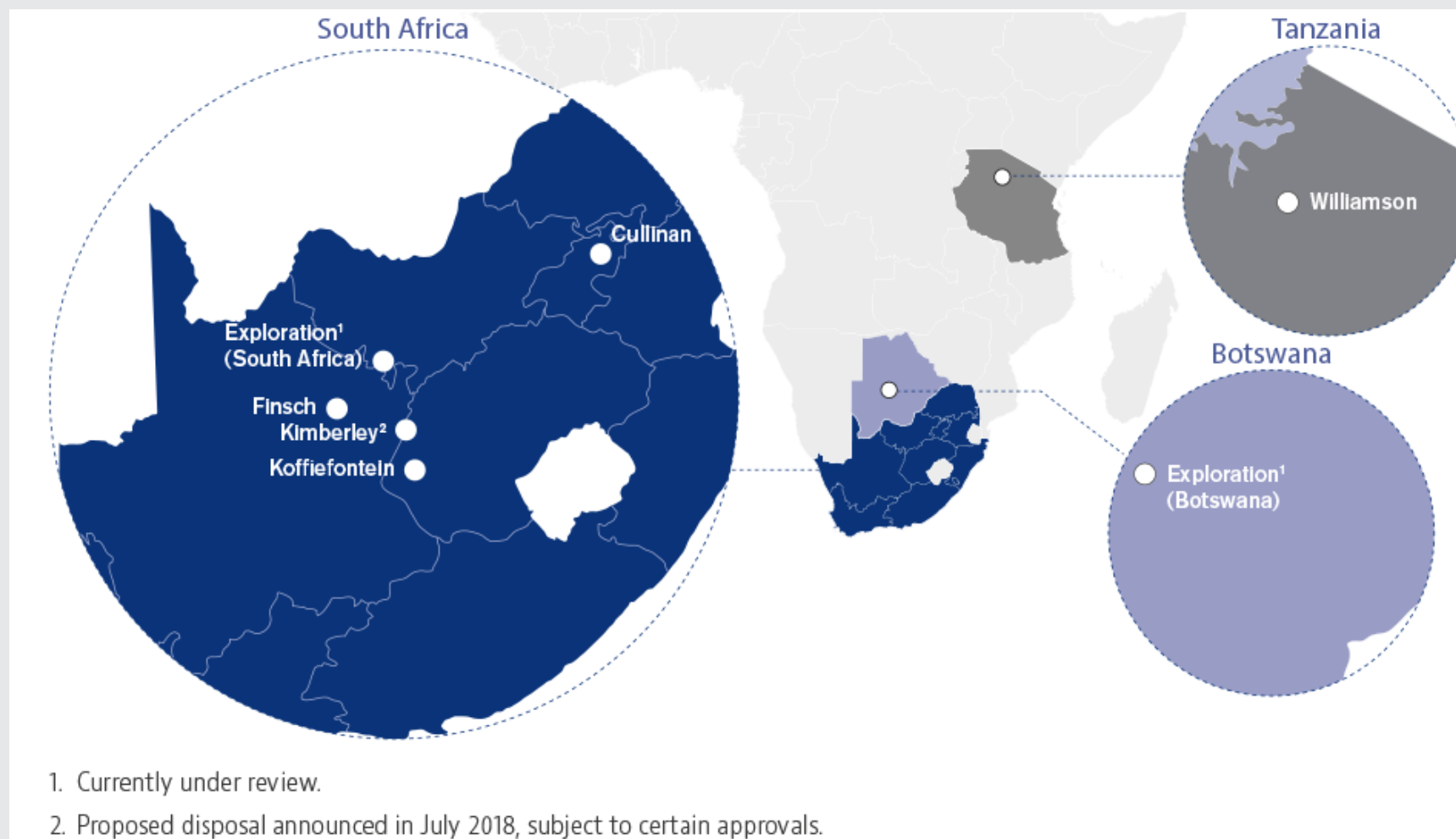
23 November 2018



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Focus on Africa



- Four producing mines (three in South Africa and one in Tanzania)
- Diversified portfolio is key to managing production risk across the Group

Strategic Priorities

1	Health and Safety <ul style="list-style-type: none">• Targeting zero harm
2	Driving operational efficiency with emphasis on value-over-volume <ul style="list-style-type: none">• Close focus on operational costs, productivity and ongoing plant optimisation (particularly at Cullinan)• Beneficial impact on production as new caves ramp up to full capacity
3	Reduction in net debt / gearing levels <ul style="list-style-type: none">• Aim to achieve stepped reduction in debt with aim to reach 2.0x or less (Consol. net debt / Consol. EBITDA) by end FY 2020
4	Realising the potential of the Group's portfolio of assets <ul style="list-style-type: none">• Board reviews the asset portfolio on an ongoing basis with a view to maximising return on capital• Binding Head of Agreement reached re. disposal of KEM JV in July 2018• Organic growth opportunities (particularly at Cullinan and Williamson) over medium to long term
5	Appropriate Board and Management Structures <ul style="list-style-type: none">• Nomination Committee continues to review Board, committee and management structures• Three year Succession Plan in action
6	Upholding the value of diamonds <ul style="list-style-type: none">• Continue to develop leading ESG practices with aim to actively contribute to socio-economic development• Seek to actively influence consumer demand via role within the Diamond Producers Association

Board Appointments

Varda Shine

- Former CEO of De Beers Trading Company – delivered record sales and profits
- Holds seats on the Boards of Lonmin Plc, Mineral Development Company Botswana and Sarine Technologies
- Governing Board member of the Diamond Empowerment Fund and a Trustee of the Teenage Cancer Trust
- Completed business and management courses at Templeton College Oxford, Cranfield and INSEAD
- First woman to be awarded honorary lifetime membership of the Israel Diamond Exchange (IDE)
- In 2011 received the Women's Jewellery Association (WJA) Hall of Fame Lifetime Achievement award and in 2014 was made an honorary member of the London Diamond Bourse.



Bernard Pryor

- Has held senior positions across a range of disciplines most notably in Australia, Brazil, West and Southern Africa, the Middle East and Russia
- Currently CEO of Alufer Mining and Non-Executive Chairman of MC Mining Limited
- Previously CEO of African Minerals Limited and Q Resources plc
- Between 2006 and 2010 held senior positions within Anglo American Plc as Head of Business Development and was CEO of Anglo Ferrous Brazil Inc. Prior to that was COO at Adastra Minerals Inc in the DRC



Current Trading in FY 2019

On track to achieve stated guidance of 3.8 – 4.0 Mcts for FY 2019

- 1,068,140 carats produced in Q1 FY 2019

ROM grades in FY 2019 in line with expectations

- Cullinan has recorded a ROM grade of 40.5 cpht in Q1 FY 2019 and Finsch's ROM grade was 65.2cpht

Previously reported turnaround at Koffiefontein being maintained

- Q1 FY 2019 tonnages were in line with FY 2019 annualised targeted throughput

Diamond market expected to be stable in FY 2019

- Sales of ca. US\$78 million from September tender; usual seasonal weakness with prices down ca. 5%
- Cullinan average price in the lower end of historical price ranges
- Five further tenders planned for FY 2019

Impact of currency ZAR:USD weakness

- Positive effect on ZAR cash flows

Three year Succession Plan in progress

- Varda Shine and Bernard Pryor appointed as Independent Non-Executive Directors with effect from January 2019
- In line with Petra's development from a phase of intensive capital expenditure and expansion to a focus on steady-state operations



Strengthened Financial Position...

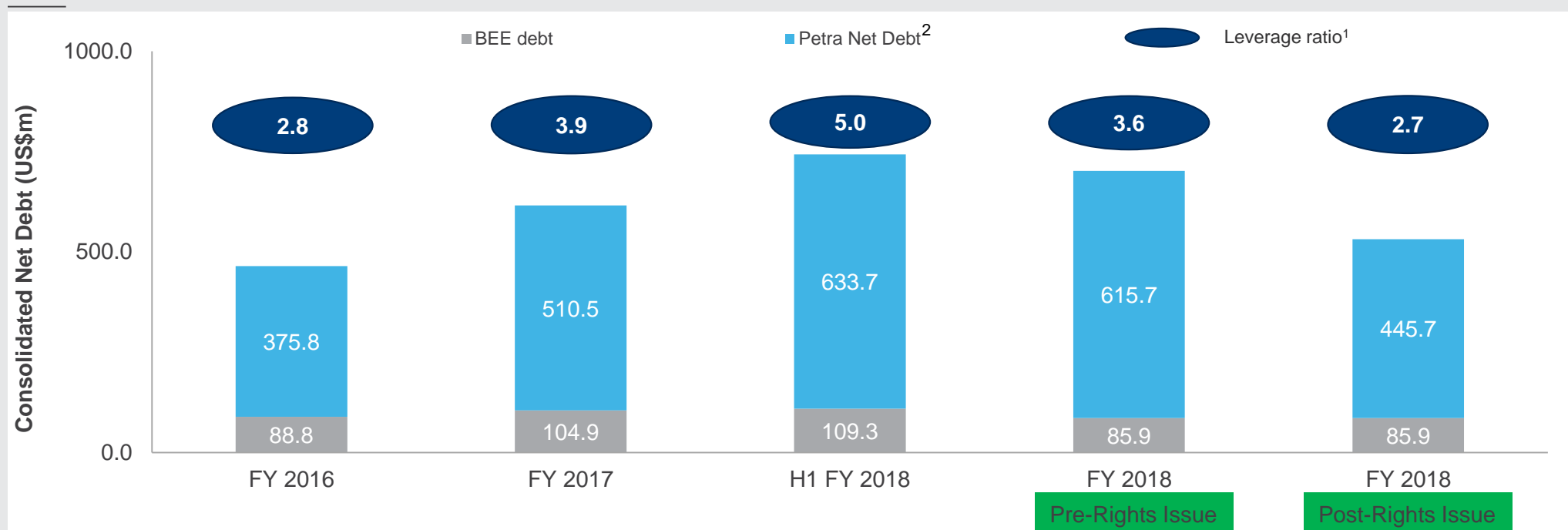
- SA bank debt settled after Year end as per one of the core objectives of the Rights Issue; remains available
- No covenant measurement for June '18

	Unit	30 June 2018	30 June 2017 <i>Restated</i>
<i>Closing exchange rate used for conversion</i>		<i>R13.73:US\$1</i>	<i>R13.05:US\$1</i>
Cash at bank	US\$m	236.0	203.7
Diamond debtors	US\$m	75.0	32.6
Diamond inventories (excl. KEM JV)	Carats US\$m	529,054 54.0	493,296 42.3
US\$650 million loan notes (issued April 2017)	US\$m	650.0	650.0
Bank loans and borrowings	US\$m	106.7	109.0
Net debt ¹	US\$m	520.7	555.3
Bank facilities undrawn and available	US\$m	2.6	5.6
Consol. net debt ¹ for covenant measurement purposes	US\$m	531.6	618.5 ²
Consol. net debt to consol. EBITDA ratio	x	2.7	3.9 ²

1. Consolidated net debt is bank loans and borrowings plus loan notes, less cash, less diamond debtors and includes the BEE guarantees of ca. US\$85.9 million (FY 2017: US\$104.7 million) issued by Petra to the lenders as part of the BEE financing concluded in December 2014.

2. Including KEM JV

....Targeting Leverage Reduction of $\leq 2x$ ND:EBITDA¹ by FY 2020



Rights Issue – the catalyst in accelerating Petra's deleveraging profile

- Future free cash flow
- Leverage reduction
 - Continued communication to resolve Tanzania issues
 - Engage with SA Lender Group to simplify financing agreements, including BEE loan structure

Long term,
sustainable
leverage target by
end of FY 2020

$\leq 2.0x^1$

- Efficient use of free cash flow to reduce interest bearing debt
- Shareholder returns

Sustainability



Training and Development

- Leadership Development Programme to encourage career progression
- Ca. \$9.5m spent on training & development programmes in FY 2018

Labour Relations

- Labour relations are currently stable and three year agreement bodes well for a more stable environment during this period
- Under two weeks of labour disruption experienced in September 2017 at the SA operations (except Cullinan) prior to finalisation of three year wage agreement

Communities

- Enterprise Development Centres established at all South African operations to develop local businesses
- Education identified as the best way for Petra to contribute to the upliftment of its local communities and to South Africa as a whole
 - Early learning initiatives
 - School, scholarship and bursary programmes
 - Focus on development of technical skills – maths and science

Environment – continued focus on efficiencies

- All expansion programmes designed for improvements in energy, water and carbon emitted per tonne
- Ongoing initiatives to reduce energy usage, including continual investigation of renewable energy sources



The handover of the multi-purpose sports facility to Onverwacht Primary School, near Petra's Cullinan mine



Petra facilitated exposure for 5 local enterprises at the Enterprise and Supplier Development Expo in Johannesburg

Generating Value for all Stakeholders



Development of our People

Petra took part in the 9th Annual ITC Annual Leadership for Women in Mining Conference



Contributing to our communities

The Petra Foundation launched a new science laboratory at the Tabane High School in Cullinan



Local Economic Development

Kimberley handover of artisanal mining permits



Community Health

Petra sponsors and supports the Hunger & Thirst initiative in Kimberley



Education

Sponsoring transport for 1,200 students to the 2018 NOCCI Business Expo



Environmental Awareness

Petra supports a conservation project to support breeding of endangered white-backed vultures

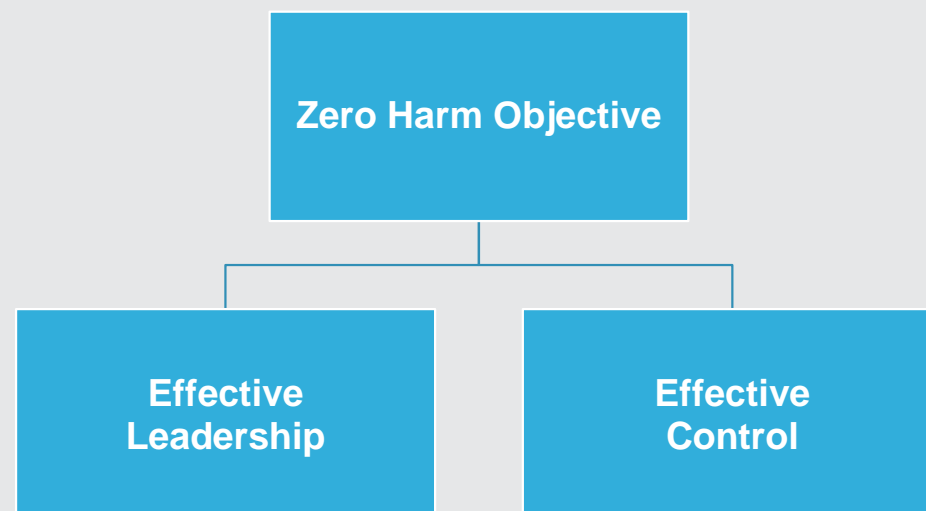
Safety is Our Number One Priority

Zero harm remains our goal

- The health and safety of our workforce is our top priority
- Our mines are certified OHSAS 18001:2007, the international safety management framework
- Continuous risk assessment and management; all staff are trained in safety
- LTIFR of 0.23 recorded for FY 2018 (FY 2017: 0.27), comparing favourably against industry peers



Safety is our most important personal and organisational value



Nearing End of +10 Year Heavy Capital Investment Phase

Date of acquisition by Petra and its partners

July 2007	July 2008	February 2009	May 2010	September 2011	January 2016
Koffiefontein	Cullinan	Williamson	Kimberley UG	Finsch	Kimberley Mines
					

1. Binding Head of Agreement reached re. disposal of KEM JV in July 2018

FY 2006 to FY 2018

- Acquisition costs: **\$330 million**
- Total production: **27.4 Mcts**
- Total revenue: **\$3.6 billion**
- Operating cashflow: **\$1.2 billion**
- Capital invested: **\$1.7 billion**

Delivering growth in

FY 2006		FY 2018 ¹
0.175 Mcts	Production	4.6 Mcts
\$21 million	Revenue	\$576.4 million
(\$4.5 million)	Adj. EBITDA ²	\$198.5 million
(\$8.8 million)	Adj. Op. Cashflow ³	\$155.3 million

1. Including KEM JV 2. Definition of Adjusted EBITDA is as disclosed in Petra's financial results 3. Cash generated from operations adjusted for the cash effect of the movement in diamond debtors

Entering a New Phase

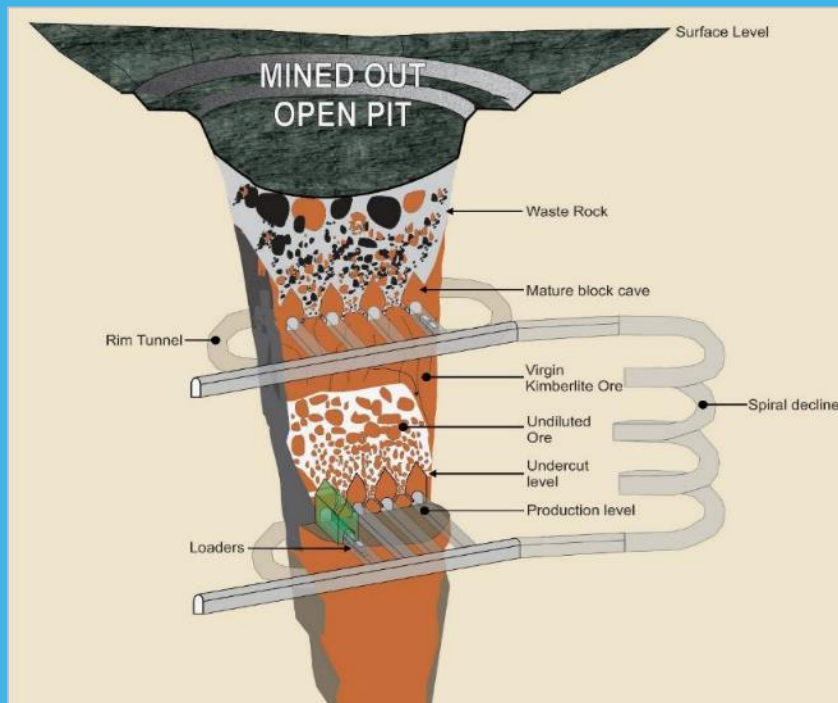
Putting capital programmes to work

- Ever increasing footprint across orebody
- Multiple levels at SLCs
- Ratio of blasted tonnes to column tonnes
- Ongoing progress with fine tuning of infrastructure



Future focus on maximising free cashflow

- Apply learnings from past challenges
- Ensure consistent production output
- Efficient operating and capital expenditure
- Reduction in leverage to $\leq 2x$ Consol. Net Debt to Consol. EBITDA



Setting up for the future: Accessing undiluted ore



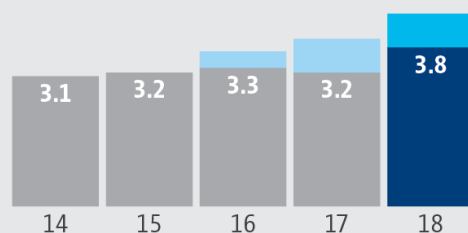
Optimisation across the portfolio

Solid operational performance

ROUGH DIAMOND PRODUCTION

Mcts

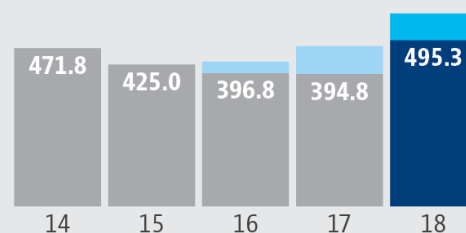
3.8 +19%



REVENUE

US\$ million

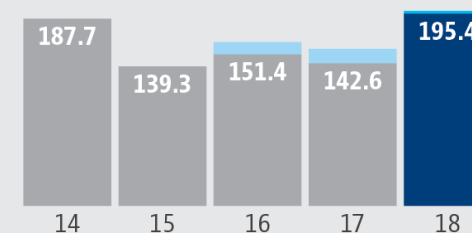
495.3 +25%



ADJUSTED EBITDA¹

US\$ million

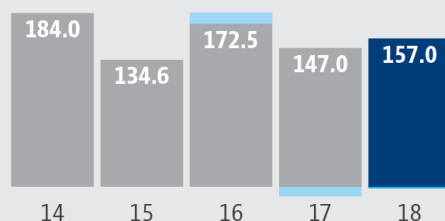
195.4 +37%



ADJUSTED OPERATING CASHFLOW

US\$ million

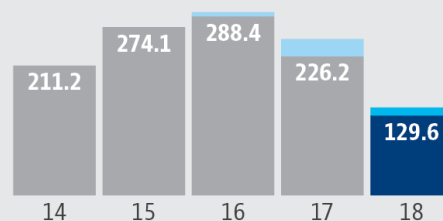
157.0 +7%



CAPEX²

US\$ million

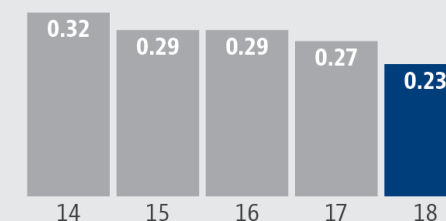
129.6 -43%



SAFETY

Group LTIFR

0.23 -15%



1. Refer to Petra Diamonds 2018 Annual Report for detailed notes regarding non IFRS adjusted disclosures.

2. Capex is Operational Capex, excluding capitalised borrowing costs.

Q1 FY 2019 Production and Sales

	Unit	Q1 FY 2019 ¹	Q1 FY 2018 ¹	Variance	FY 2018 ¹
<u>Sales</u>					
Diamonds sold	Carats	626,541	586,571	+7%	3,793,799
Gross revenue	US\$M	80.2	65.8	+22%	495.3
<u>Production</u>					
ROM tonnes	Mt	3.4	2.9	+17%	12.1
Tailings & other tonnes ²	Mt	0.5	0.4	+25%	1.6
Total tonnes treated	Mt	3.9	3.3	+18%	13.7
ROM diamonds	Carats	1,022,571	815,571	+25%	3,649,704
Tailings & other diamonds ²	Carats	45,570	68,232	-33%	186,132
Total diamonds	Carats	1,068,140	883,803	+21%	3,835,836

- Q1 production up 21% mainly driven by a 25% increase in ROM production across the operations, offset by planned reductions in tailings recoveries at Finsch.
- Diamond prices for Q1 on a like-for-like basis were down ca. 5% in comparison to FY 2018 due to the usual seasonal weakness, but partially offset by the improvement in product mix.
- Net debt at 30 September 2018 of US\$538.9 million; the increase in net debt (due to the timing of our first tender) was in line with expectations and took into account the increase in diamond inventories
- The new South African Mining Charter, which was published on 27 September 2018, has served to remove uncertainty and has addressed a number of concerns.
- Petra remains on track to generate free cashflow in FY 2019.
- During Q1, the South African Rand has continued to weaken against the US Dollar from ZAR13.73:US\$1 at 30 June 2018 to ZAR14.14:US\$1 at Period end, averaging ZAR14.07 for the Period.

1. Production and sales data have been adjusted to exclude KEM JV, following the proposed disposal announced in July 2018.

2. 'Other' includes alluvial diamond mining at Williamson.

Diamond Market Fundamentals

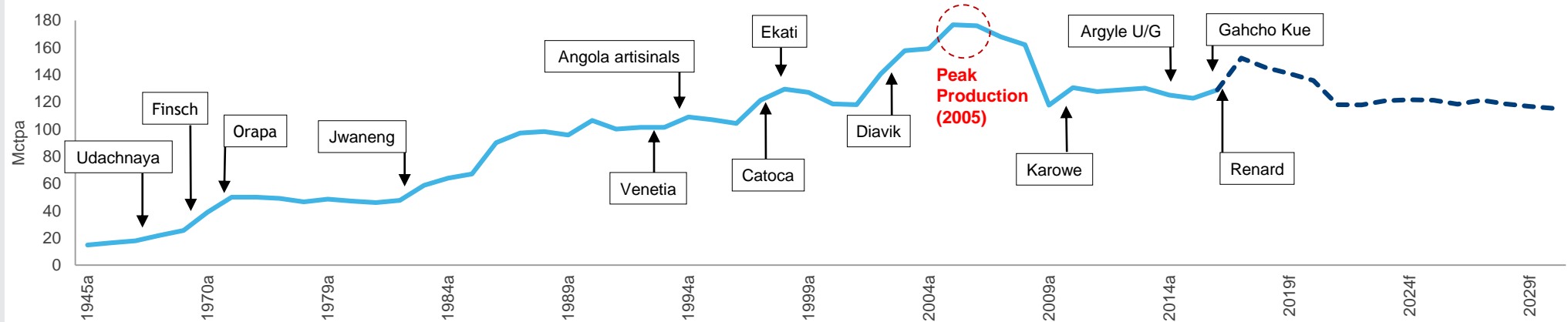
Supply

- **Supply constraints:** Global rough diamond production increased 19% to 150.9 Mcts in 2017
- **Continuing overall declining trend:** Rise in production driven by new mines that have recently entered the market, however still substantially below the 'peak' in 2005 of 177 Mcts
- **No new finds:** The world's largest diamond mines are maturing and past peak production levels
- **Supply is forecast to decrease** to ca. 145 Mcts in 2018, before decreasing to ca. 115 Mcts by 2030

Demand

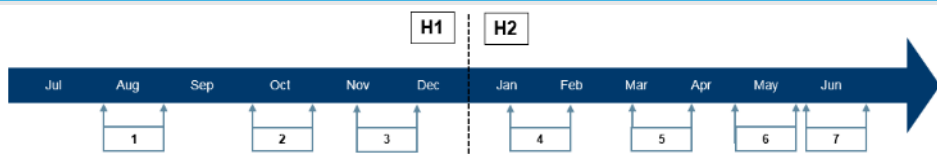
- **Global market:** rose 2% to record high of \$82bn in 2017
- **Demand growth expected to be driven by:**
 - Growth in major US market +4% to \$43bn
 - Strong desire for diamonds in China; consumer confidence reached 20 year high
 - Increasing wealth globally / escalation in HNWLs
 - Rise in generic marketing to consumers (DPA)
 - Female self purchasing continues to increase
 - Rise in omnichannel / online retail markets
 - Millennials represent over 2/3 all diamond jewellery demand in 4 largest markets; to be highest (overall) spending generation from 2020

Global Diamond Supply: Historical & Forecast Rough Production



Stable Diamond Market and Prices

Petra Sales Timing



- Rough diamond market is seasonally strongest in the first quarter of the calendar year due to the fact that retailers are ready to restock after the festive selling season, incl. Thanksgiving in the US, Christmas, Chinese New Year and Valentine's Day
- Petra sales weighted to H2 of the financial year

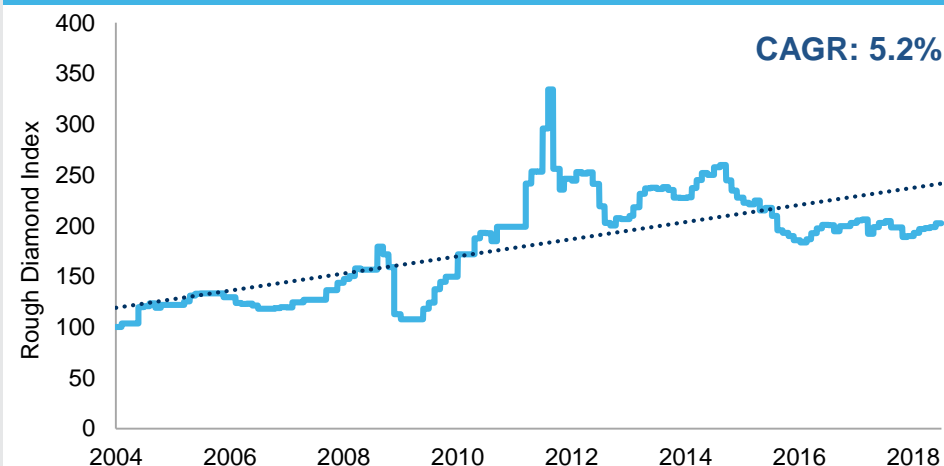
Petra – Rough Diamond Prices	Actual ¹ Weighted Average US\$/ct FY 2018	Actual ¹ Weighted Average US\$/ct FY 2017
Finsch	108 ¹	101
Cullinan	125 ²	120
Koffiefontein	525 ¹	506
KEM JV	108 ¹	100
Williamson	270 ³	258

- In line with expectations.*
- Below historical averages due to lower incidence of higher value stones.*
- Higher average value achieved due to higher incidence of high value stones.*

FY 2018 Market Performance

- Pricing saw usual seasonal weakness in July to October (down ca. 5%) and recovered ca. 1.5% in December 2017
- Positive momentum around the festive selling season led to pricing ca. +5% in Q3 FY 2018
- Overall rough diamond prices on a like for like basis were ca. +2% for the Year, compared to FY 2017
- Future price guidance removed – Petra now reports actual prices achieved
- Typical seasonal weakness noted at 1st FY 2019 tender – diamond market expected to be broadly stable in FY 2019

Rough Diamond Index (Jan 2004 to June 2018)



Source: Bloomberg



PetraDiamonds

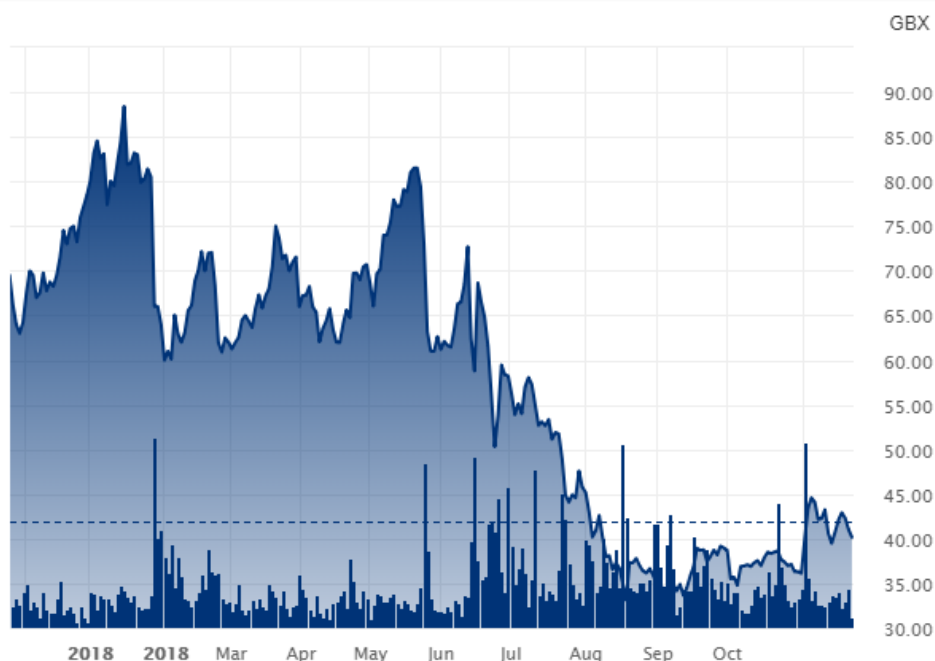
Appendix

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Capital Structure

Share Price (1 year to 21 November 2018)



As at 21 November 2018

Percentage of voting rights held

BlackRock Inc.	12.3%
Standard Life Aberdeen plc	11.6%
Prudential (incl. M&G Group Limited)	5.3%
T. Rowe Price Associates Inc.	5.0%
Cobas Asset Management, SCIIC, SA	5.0%
Van Eck Associates Corporation	4.1%

Listing

LSE: PDL

Average daily trading volume (shares) – (LTM)	5.8m
Shares in issue	865.3m
Free float	94.7%
Market cap @ 41.92p (21 November 2018)	£363 / \$463m

The Petra Board



Adonis Pouroulis
Non-Executive
Chairman

Successful mining entrepreneur
Founded Petra Diamonds in 1997 and
floated first diamond company on AIM

Along with fellow directors, built Petra into
pan-African diamond group with over 5,600
employees

Instrumental in raising funds to help finance
and structure early stage mining companies
in Africa



Johan Dippenaar
CEO

One of South Africa's most successful
diamond entrepreneurs with 27 years' experience

Founded diamond group in 1990 and grew
portfolio to three producing mines before
listing as Crown Diamonds on ASX

Merger with Petra in 2005 – now at helm of
London's largest listed diamond company



Jacques Breytenbach
Finance Director

Over 20 years of mining experience, having
held the role of Finance Manager –
Operations at Petra from 2006, with
responsibility for financial management
across the Group's operations, before
becoming CFO of the Group in June 2016.
Prior to joining Petra, Jacques held various
roles, including Finance Manager – Capital
Projects at Anglo Platinum.



Tony Lowrie
Senior
Independent
Non-Executive
Director

Over 45 years' association with the equities
business and an experienced NED
Formerly Chairman of ABN AMRO Asia
Securities & MD of ABN AMRO Bank. Has
previously been a NED of Allied Gold Plc
(prior to its merger with St Barbara Limited),
Dragon Oil plc, Kenmare Resources, J. D.
Wetherspoon plc, the Edinburgh Dragon
Fund and several quoted Asian closed end
funds



Dr Patrick Bartlett
Independent Non-
Executive Director

Acknowledged expert on kimberlite geology
and design and geotechnical aspects of
block caving Formerly Chief Geologist for De
Beers; responsible for all kimberlite mines in
South Africa.

In-depth knowledge of several Petra mines,
having worked at Finsch, Koffiefontein,
Kimberley Underground, plus was geologist
at Cullinan between 1983 to 2003

Since retiring has been involved in block
caving projects for BHP, Anglo and Rio
Tinto



Gordon Hamilton
Independent Non-
Executive Director

Extensive experience as a NED across
wide range of businesses, both JSE and
LSE listed; chairs Audit Committee for all
these companies

Formerly a partner for +30 years at Deloitte
& Touche LLP; primarily responsible for
multinational and FTSE 100 listed company
audits, mainly in mining, oil & gas, and
aerospace and defence; headed up Deloitte
South Africa desk in London

Served for 9 years as member of the UK
Financial Reporting Review Panel



Octavia Matloa
Independent Non-
Executive Director

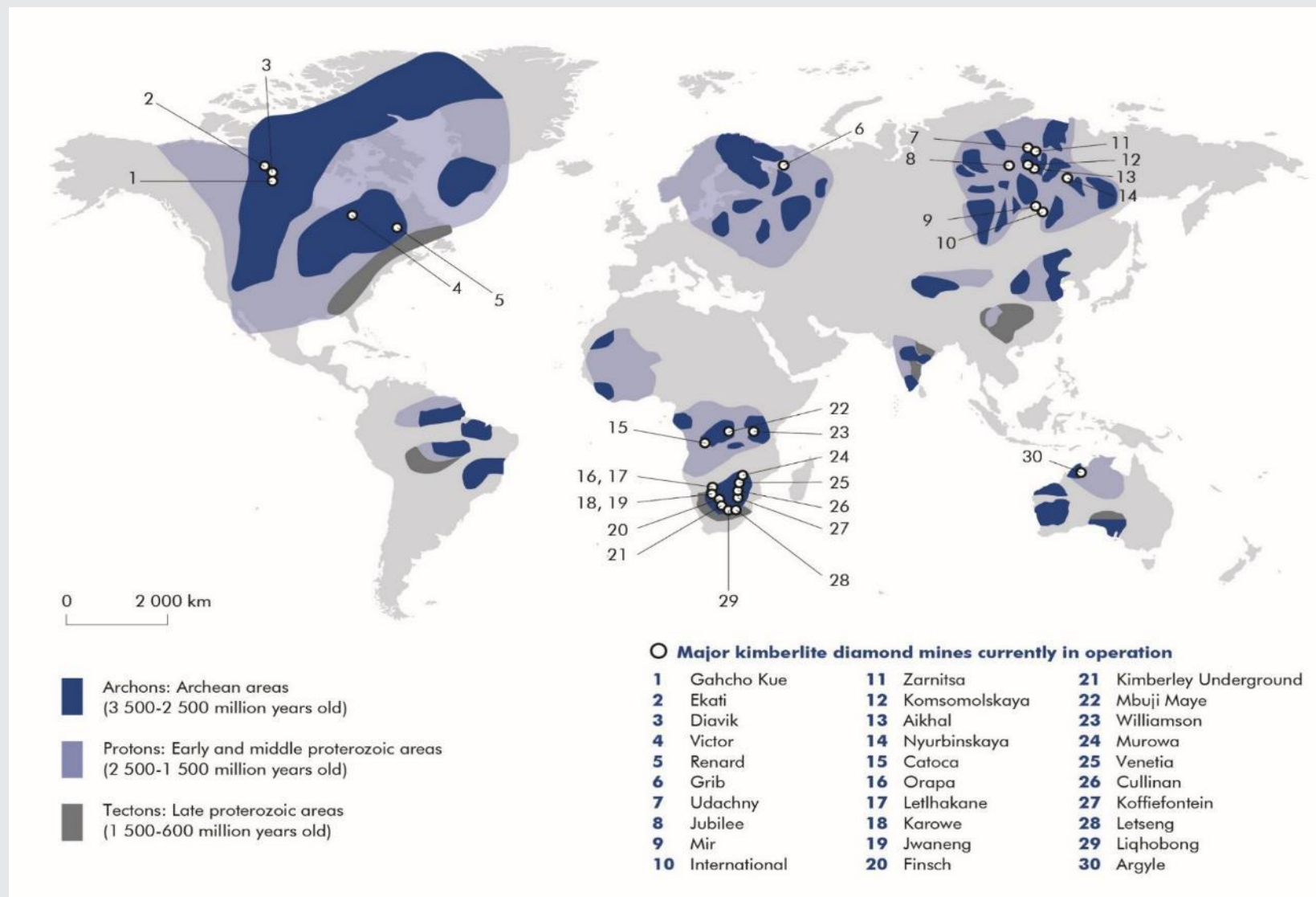
A chartered accountant with broad
business, financial and auditing experience
Member of the Audit Committee

Completed articles with PwC in South Africa
in 2000 before joining the Department of
Public Transport, Roads and Works, first as
deputy chief financial officer, followed by
chief director management accountant

An entrepreneur who has founded a
number of businesses

Diamonds are rare...and getting rarer

Only 30 significant kimberlite mines in production today

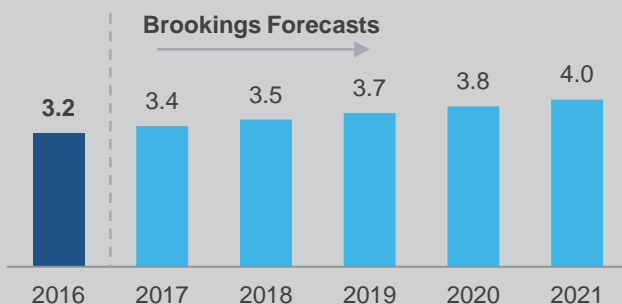


Producing the Full Spectrum of Diamonds

Mass market goods

Growth in middle classes

The global middle class comprised ca. 3.2bn people at the end of 2016

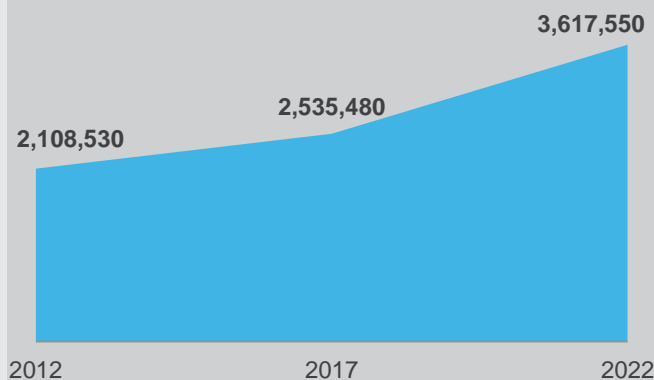


160 million people projected to join the global middle class over the next 5 years

Brookings – February 2017

High end goods

Growth in HNWI (+\$5m)



HNWI population projected to increase 43% by 2022

Knight Frank The Wealth Report 2018

Ultra collectables

Exceptional diamonds



The 3,106ct Cullinan Diamond

The 29ct Blue Moon of Josephine



Petra Production Profile

- Production profile of a kimberlite is highly consistent when the mine is in steady state production
- Growing volumes across the full diamond spectrum (from lowest to highest value)
- Growing trend for mass luxury supported by strong pricing performance in smaller / 2nd to 3rd quality goods



The Most Highly Concentrated Form of Wealth

Examples of recent polished coloured diamond sales at auction



**The 14.62ct
Oppenheimer
Blue diamond**

Sold for \$57.7m
\$3.9m per carat,
18 May 2016



**The 12.03ct Blue
Moon of
Josephine
diamond**

Sold for \$48.4m
\$4.0m per carat,
12 November 2015



**The 24.18ct
Cullinan Dream
diamond**

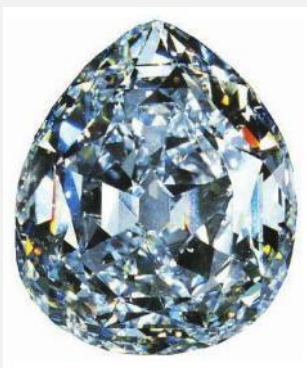
Sold for \$25.4m
\$1.1m per carat,
9 June 2016



**The 59.60ct
Pink Star
diamond**

Sold for \$71.2m
\$1.2m per carat,
4 April 2017

Iconic Diamonds From Iconic Mines



The Greater Star of
Africa
Largest polished yield
from the Cullinan at
530ct; sits in the Royal
Sceptre
Cullinan, 1905



The Cullinan Heritage
507.5 carats rough
Cullinan, 2009

The Williamson Pink
55ct rough; 24ct polished;
gifted to Princess Elizabeth
on her engagement
Williamson, 1947



The Golden Jubilee
755.5ct rough,
545.6ct polished
Cullinan, 1986



The Cullinan
3,106 carats rough
Largest gem diamond ever discovered
Cullinan, 1905

The Oppenheimer
253.7ct rough
Perfect yellow diamond
*Dutoitspan Mine,
Kimberley U/G, 1964*



The Star of
Josephine
26.6ct rough,
7.0ct polished
Cullinan, 2009



The Blue Moon
29.6ct rough, 12.0ct polished
Cullinan, 2014

The Taylor Burton
240.8ct rough,
69.4ct polished
Cullinan, 1966



Sustaining Consumer Demand – Today and Tomorrow

Diamond Producers Association comprises De Beers, ALROSA, Rio Tinto, Dominion, Petra, Lucara, Murowa – together ca. 72% of world supply by value

The DPA seeks to actively influence sustainable consumer demand by:

- Promoting the integrity of the diamond industry and maintaining consumer confidence
- Providing generic marketing support, ensuring diamonds remain relevant to the next generation of consumers

DPA budget increased to US\$70 million in 2018

- Continued focus on major US market; comprises multi-channel advertising, innovative digital programmes, high-impact PR around the 'Real is Rare. Real is a Diamond' campaign
- 2018 marked first full year of marketing in India and the launch of marketing in China
- Industry advocacy and trade programmes to support the pipeline, plus challenging misleading synthetics industry narrative and language



DPA launched Real is Rare campaign in India in November 2017

FY 2018 – Summary of Results

All results are shown adjusted for the pending disposal of KEM JV

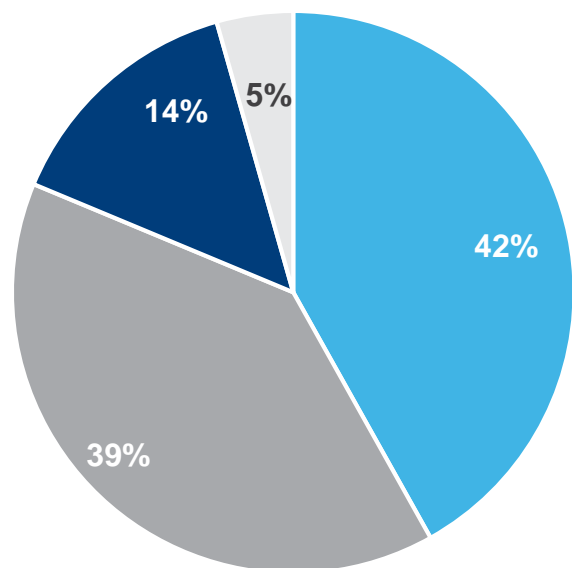
	FY 2018 (US\$m)	Restated FY 2017 (US\$m)
Revenue	495.3	394.8
Adjusted mining and processing costs ¹	(291.4)	(242.6)
Other direct income	1.2	1.7
Profit from mining activities¹	205.1	153.9
Exploration expense	(0.6)	(0.6)
Corporate overhead	(9.1)	(10.7)
Adjusted EBITDA¹	195.4	142.6
Depreciation	(128.0)	(63.3)
Share-based expense	(0.6)	0.1
Net finance expense	(59.6)	(22.7)
Tax expense	(5.6)	(26.9)
Adjusted net profit after tax¹	1.6	29.8
Impairment charge	(66.0)	—
Net unrealised foreign exchange gain	(26.2)	8.6
Taxation charge on reduction of unutilised Capex benefits	(8.2)	—
Bond redemption premium and acceleration of unamortised costs	-	(22.3)
(Loss) / profit from continuing operations	(98.8)	16.1
(Loss) / profit on discontinued operations, net of tax	(104.3)	4.6
Net (loss) / profit after tax	(203.1)	20.7
Earnings per share attributable to equity holders of the Company:		
Basic (loss) / profit per share from continuing and discontinued operations – US\$ cents	(31.29)	3.14
Basic (loss) / profit per share from continuing operations – US\$ cents	(15.85)	3.14
Adjusted profit per share from continuing operations – US\$ cents¹	0.50	5.50

FY 2018 vs FY 2017 Operational Results

	Finsch		Cullinan		Koffiefontein		Williamson		KEM JV	
	FY 2018	FY 2017	FY 2018	FY 2017	FY 2018	FY 2017	FY 2018	FY 2017	FY 2018	FY 2017
ROM PRODUCTION										
Tonnes Treated (t)	3,084,395	3,212,169	3,741,086	1,882,911	649,259	667,821	4,659,563	3,667,781	768,776	597,025
Grade (cpht)	62.5	56.6	35.9	36.1	8.1	7.7	7.0	5.8	10.7	14.7
Diamonds recovered (carats)	1,926,467	1,818,454	1,342,020	679,622	52,537	51,173	328,681	212,215	82,246	87,783
TOTAL PRODUCTION										
Tonnes treated (t)	3,879,368	4,863,258	4,153,835	2,389,087	649,259	667,821	5,045,284	4,071,592	6,819,767	6,750,682
Diamonds recovered (carats)	2,073,477	2,149,896	1,368,720	786,509	52,537	51,173	341,102	225,202	755,645	800,434
SALES										
Diamonds sold (carats)	2,152,786	2,141,885	1,335,669	760,957	51,936	56,068	253,524	226,110	756,493	821,963
Average price per carat (US\$)	108	101	125	120	525	506	270	258	108	100
Revenue (US\$m)	231.9	216.7	167.0	91.3	27.2	28.4	68.5	58.4	81.6	82.3
On-mine cash cost per tonne treated	R329	R253	R239	R316	R596	R532	US\$10.7	US\$11.6	R153	R133
CAPEX (US\$m)¹	50.0	67.5	62.7	125.2	12.3	18.8	4.6	15.0	13.8	28.4

Operating Costs

FY 2018 On-mine cash cost breakdown
(South Africa operations)



- Future focus on the optimisation of asset portfolio to drive cost efficiencies
- Absolute on-mine cash costs in line with expectations despite inflationary pressures
- Group on-mine US\$ cash costs +20% due to:
 - increase in production / volumes treated (+8%)
 - inflationary increases, including the impact of electricity and labour costs (+7%)
 - the effect of translating ZAR denominated costs at SA operations at a stronger ZAR/USD exchange rate (+5%)

■ Labour
■ Contractors, consumables and stores
■ Power
■ Other

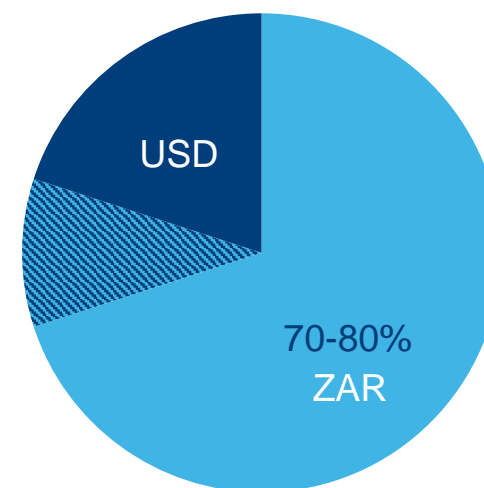
All in US\$m	On-mine cash costs ¹	Diamond royalties	Diamond inventory and stockpile movement	Group technical, support and marketing costs ²	Adjusted mining and processing costs	Depreciation ³	Share based expense	Total mining and processing costs (IFRS)
FY 2018	261.4	14.2	(9.5)	25.3	291.4	127.2	-	418.6
FY 2017	218.4	4.6	(1.7)	21.3	242.6	62.3	0.1	305.1

Impact of ZAR/USD Movement on Petra

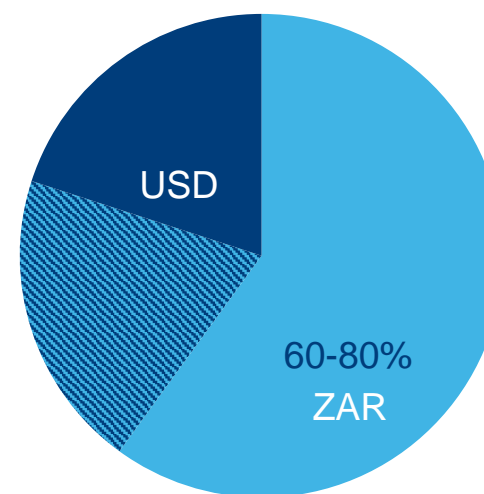
- US\$1:ZAR15.03 on 12 September 2018
- Increase / decrease of ZAR1 equates to:
 - ca. US\$20m on EBITDA
 - ca. US\$35m on FCF
- Short term hedging strategy to manage volatility
 - Collar style hedge on USD revenue converted to ZAR covering up to 50% of FY 2019 sales



USD:ZAR exchange rate – 1 July 2017 to 12 September 2018



70 - 80% of operating costs are ZAR denominated

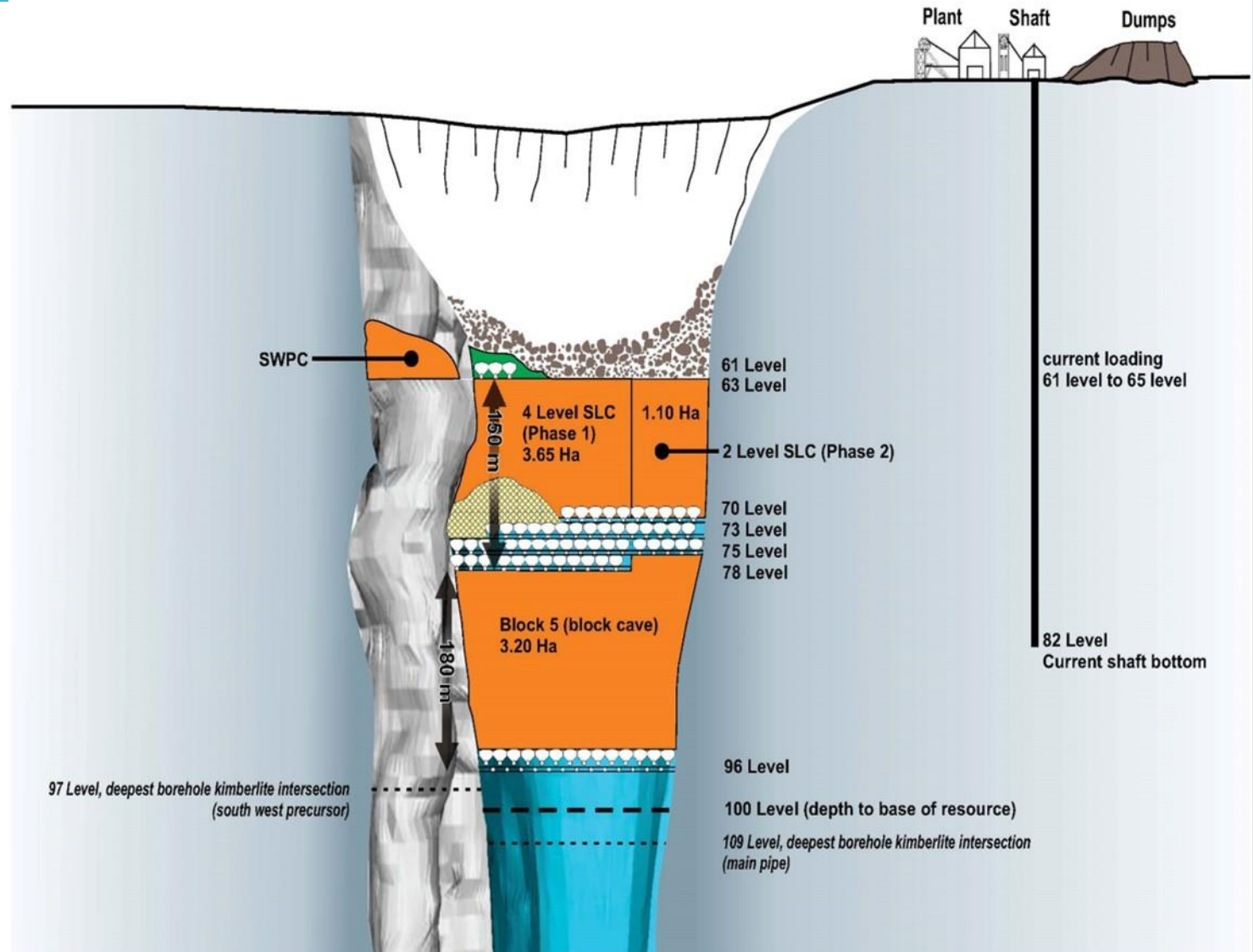


60 - 80% of Capex is ZAR denominated

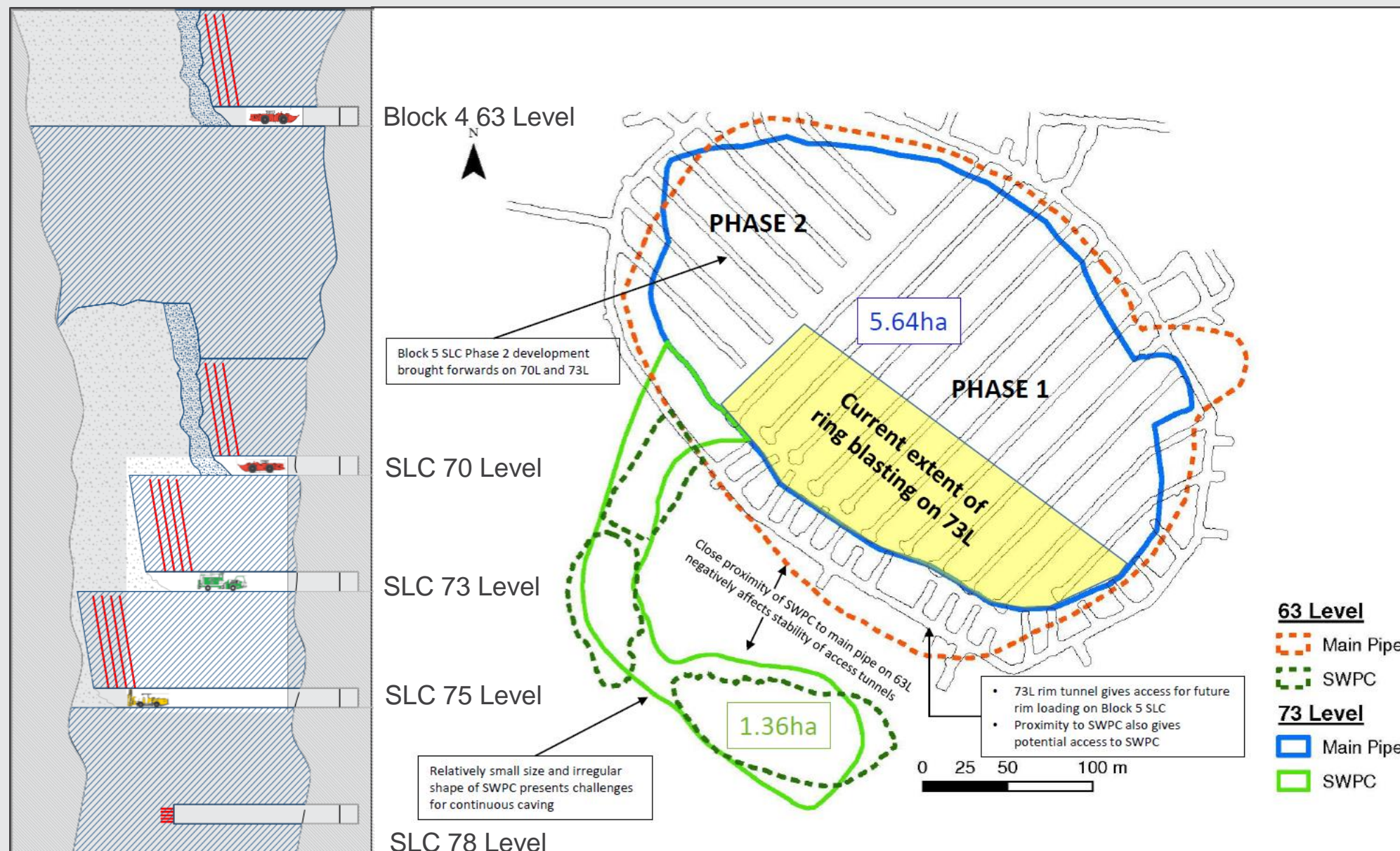
Finsch – Development Programme

Highlights

- SLC ramp up:
 - **FY 2017** – 0.75 Mt
 - **FY 2018** – 1.65 Mt
 - **FY 2019** – 2.7 Mt
- Total ROM throughput (from SLC and overburden) of 3.2 Mt – **FY 2019**
- Pre 79 Tailings treated – **end FY 2019**



Finsch SLC Schematic and Plan View



Cullinan's Diamond Profile

- Source of the Cullinan, the largest gem diamond ever recovered (3,106 carats)
- Record of producing Type II diamonds, including high value blue stones
- All -55mm material only exposed to autogenous milling (comminution via attrition, not crushing) and all further liberation through High Pressure Grinding Rolls; inter-particle crushing, thereby moving away from high impact cone crushing
- FY 2018 notable diamond recoveries included 8 +100 carat stones (including 3 +200 carat diamonds)

Iconic diamonds



The Cullinan, 3,106 carats,
1905



Cullinan Heritage, 507 carats,
2009



The Blue Moon of Josephine,
29.6 carats, 2015

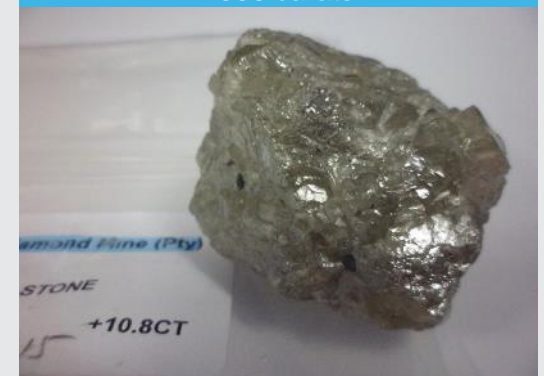
FY 2018



281 carats



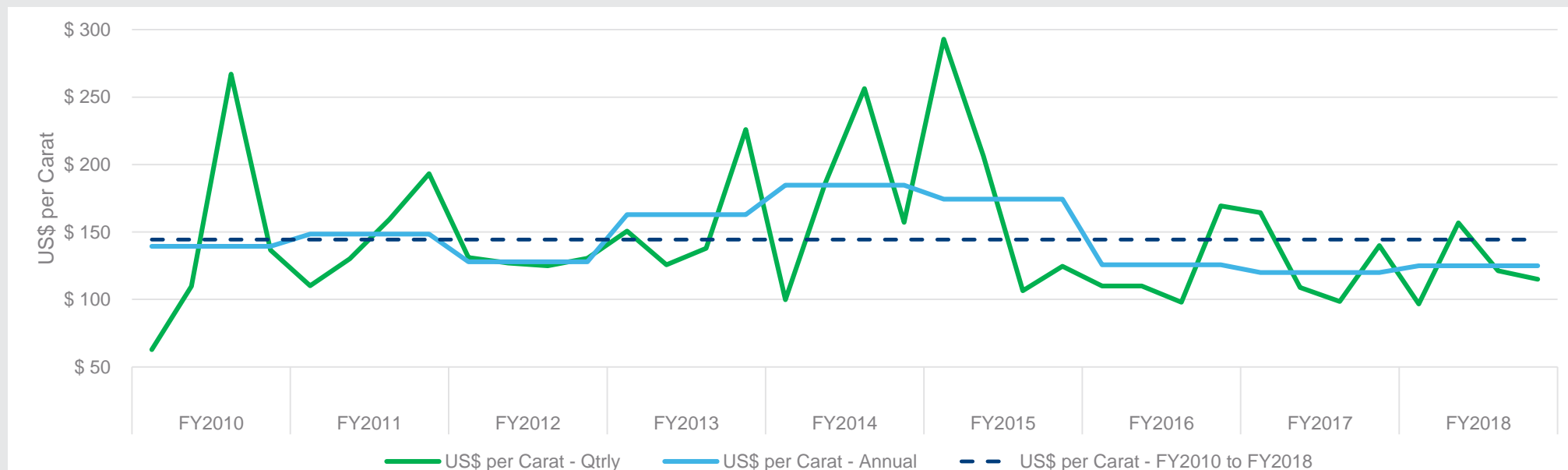
356 carats



574 carats

Price Variability at Cullinan

- Cullinan exhibits pricing variability - average of US\$144/ct from FY 2010 to 2018; 7,883,301 carats sold:
 - on an annual basis: high of US\$185/ct and low of US\$120/ct (FY 2018: US\$125 per carat);
 - on a half yearly basis: high of US\$247/ct and low of US\$87/ct (FY 2018: high of US\$140/ct and low of US\$118/ct)
 - on a quarterly basis: high of US\$293/ct and low of US\$63/ct (FY 2018: high of US\$157/ct and low of US\$97/ct).
- Similar ore bodies also display high level of pricing variability

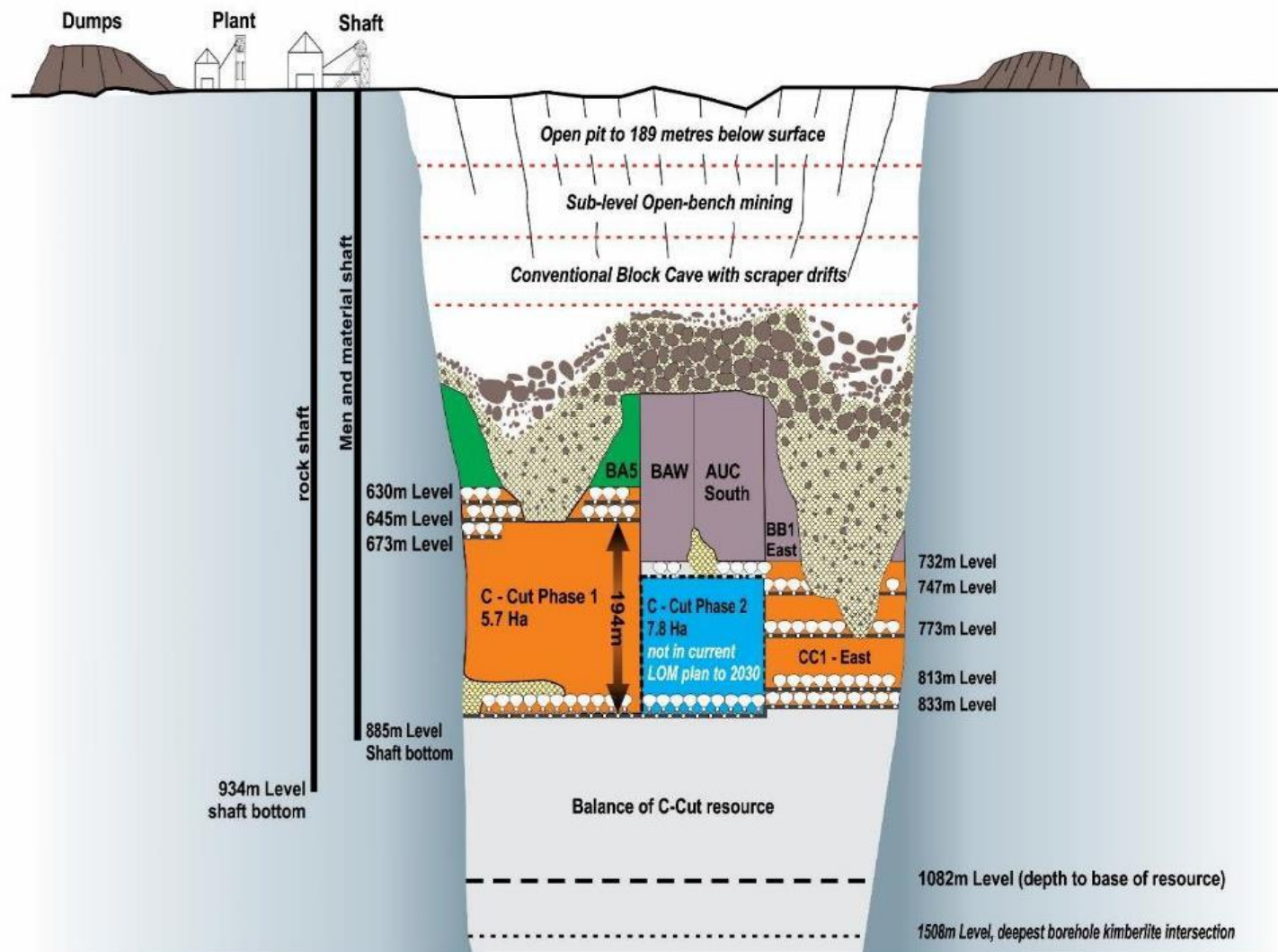


Price variability at Cullinan – FY 2010 to FY 2018

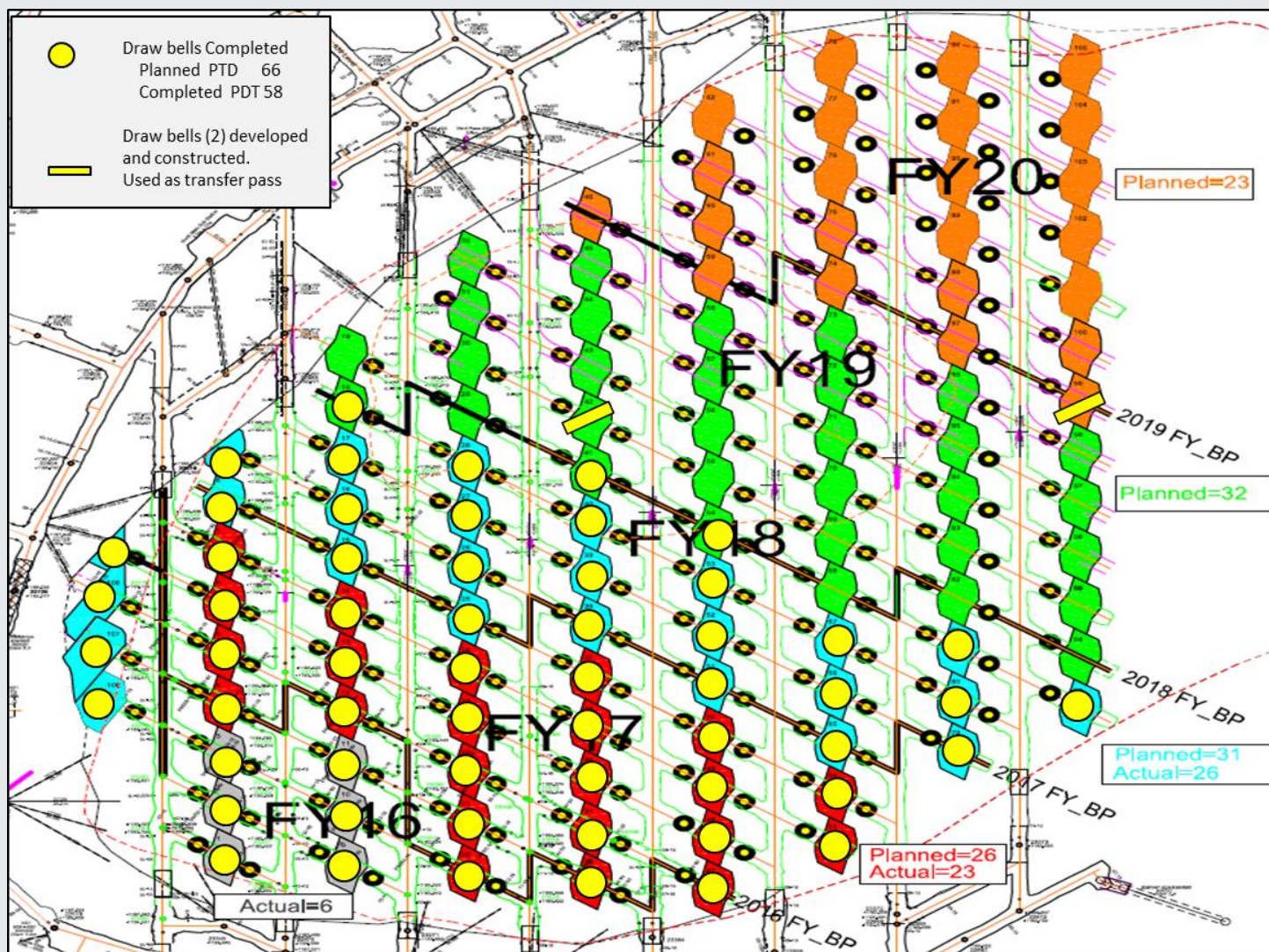
Cullinan – Development Programme

Highlights

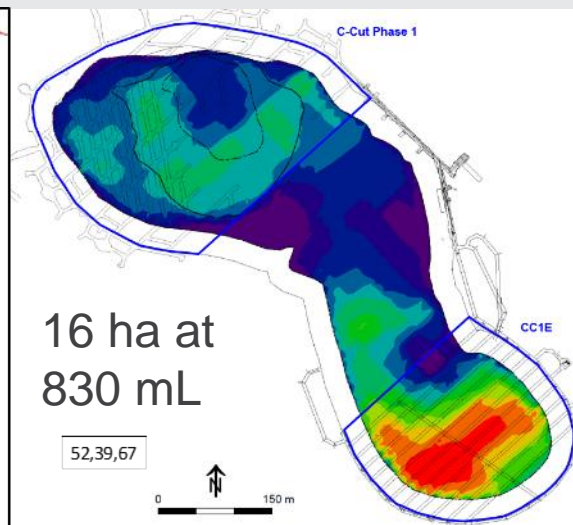
- C-Cut phase 1 & CC1E ramp up:
 - **FY 2017** – 1.2 Mt
 - **FY 2018** – 2.46 Mt
 - **FY 2019** – 3.7 - 4 Mt
(including 0.7 – 1 Mt sourced from CC1E & B Block)
- Completion of shaft / plant interface – **FY 2019**
- Steady state production of 4 Mtpa from C-Cut Phase 1 and CC1E – **FY 2020**



Cullinan C-Cut Block Cave Plan View

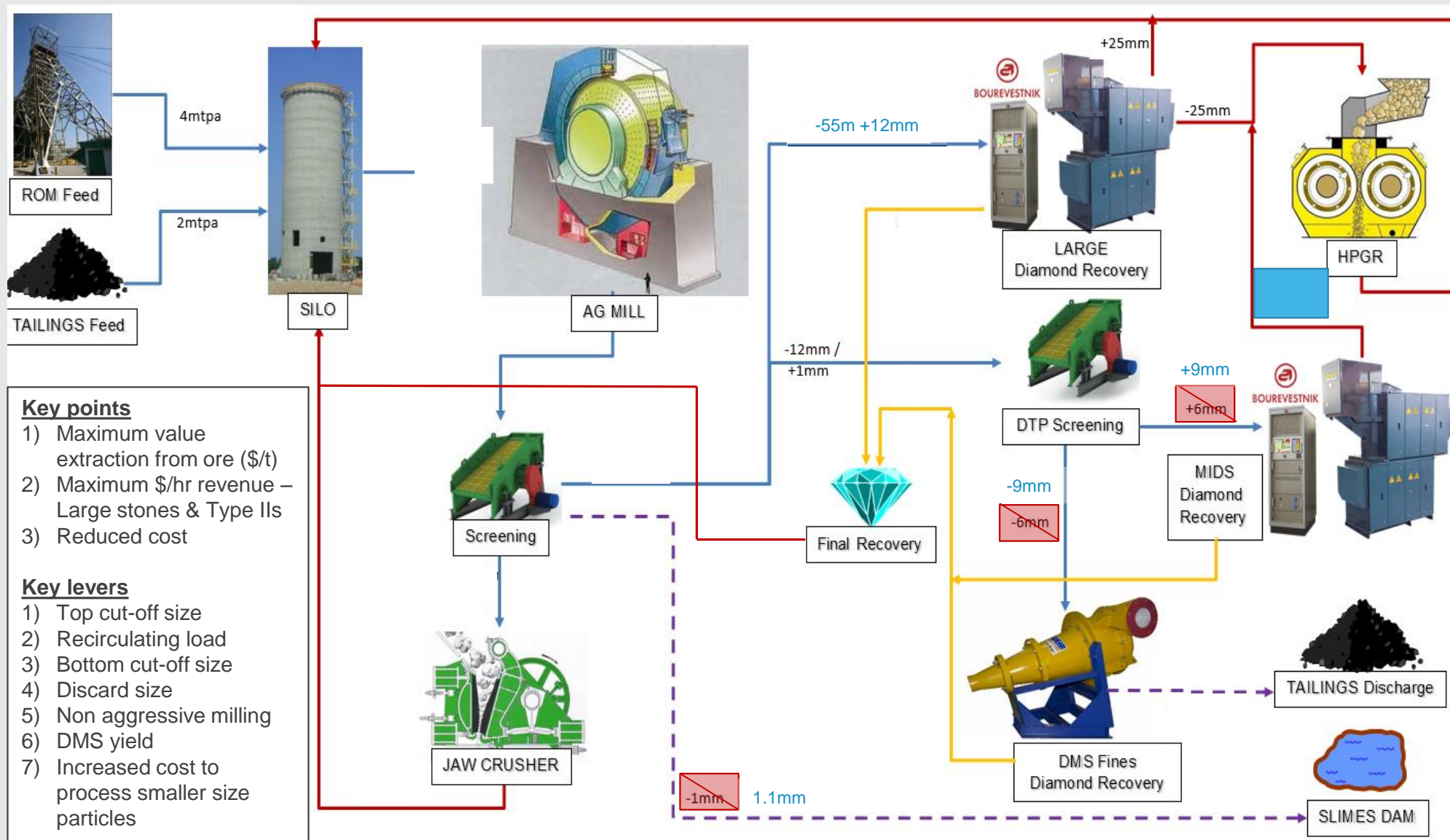


Draw bells completed by end of FY 2018



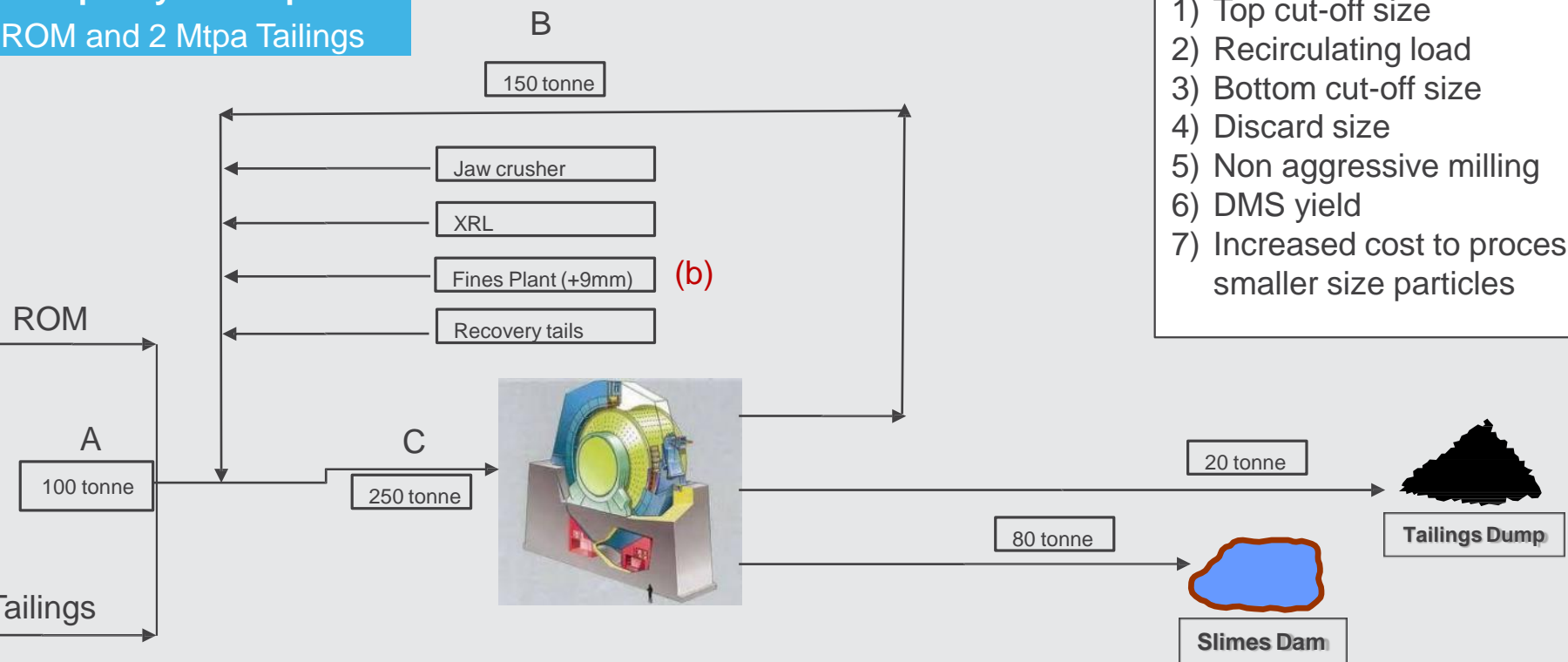
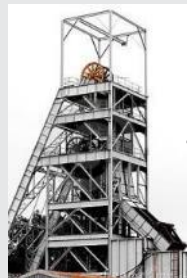
- Access to larger footprint over time
- More productive draw points
- Extent of ore body provides further potential opportunities

New Cullinan Plant – Process Flow Diagram



New Cullinan Plant – Simplified Process Flow Diagram

Annual capacity of 6 Mtpa:
4 Mtpa ROM and 2 Mtpa Tailings



A = New feed (ROM revenue per tonne ca. US\$58; Tailings revenue per tonne ca. US\$4 - 5)

B = Recirculating load (estimated contained value of ca. US\$2 per tonne) (b)

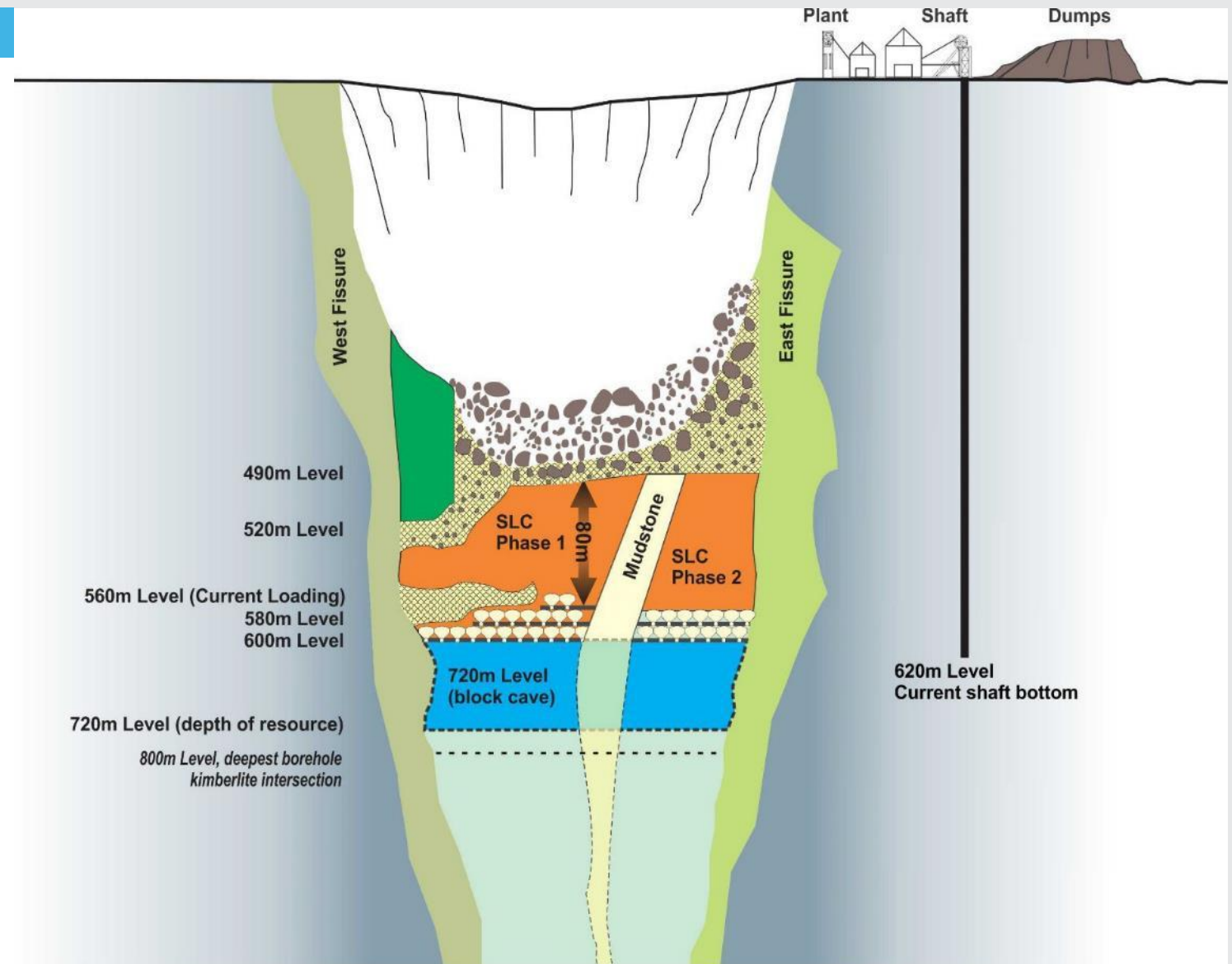
C = Total mill feed design capacity (A+B = 250 tonne)

Increasing recirculating load (B) to recover additional finer diamonds, will displace new feed capacity (A)

Koffiefontein – Development Programme

Highlights

- Production commenced from first tunnels of SLC on 560 mL – **FY 2015**
- New ground handling system commissioned – **Q3 FY 2018**



Williamson – Development Programme

Highlights

- New mill plant commissioned H2 FY 2017
- FY 2018 production – 341 kct (best production since 1977)
- FY 2019 ROM throughput of ca. 4.7 Mt supplemented by alluvial production of ca. 0.4 Mt

Open pit 



Mill plant 



Debt Facilities

- Bank facilities (excl. FX lines) as at 30 June 2018: ca. \$109.0 million
- Bank debt facilities undrawn and available to the Group as at 30 June 2018: \$2.3 million, in addition to cash at bank of \$236.0 million
- South African bank debt was settled shortly after Year end; remaining available

Lender	Type	Size ZARM	Size US\$M ¹	Utilised at 30 Jun 2018 ZARM/US\$M	Interest Rate	Repayment
Absa & Nedbank	ZAR Revolving credit facility	1,000	73	73	1M JIBAR + 5.0% ^{2&3}	October 2021
Absa & RMB (FNB)	ZAR Working capital facility	500	36	34	SA Prime – 1.0% ^{2&3}	Subject to annual renewal

1. Converted to USD using exchange rate of ZAR13.73/USD1

2. An increase of 1% will apply in the event that the Company's Consolidated Net Debt is greater than 2.5x but less than 3x Consolidated EBITDA

3. An increase of 2% will apply in the event that the Company's Consolidated Net Debt exceeds or is equal to 3x Consolidated EBITDA

Bank Debt Facilities – Covenants

Covenant	Maintenance Covenants			Distribution Covenants
	12 months to 30 June 2018	12 months to 31 Dec 2018	12 months to 30 June 2019	All periods
	Required ratio	Required ratio	Required ratio	Required ratio
Consolidated Net Debt ² to Consolidated EBITDA	≤3.5x	≤3.5x	≤2.5x	≤2.0x
Consolidated EBITDA to Consolidated Net Finance Charges	≥3.0x	≥3.0x	≥4.0x	≥6.0x
Consolidated Net Senior Debt ³ to Book Equity ⁴	≤0.4x	≤0.4x	≤0.4x	≤0.3x

1. Waiver obtained for 30 June 2018 measurement period
2. Consolidated net debt is loans and borrowings, less cash, less diamond debtors and includes the BEE guarantees of ca. ZAR1.179 billion (\$85.9 million) as at 30 June 2018, issued by Petra to the lenders as part of the BEE financing concluded in December 2014
3. Consolidated Net Senior Debt means at any time the Consolidated Net Debt (excluding any second lien and other subordinated debt)
4. Book Equity is Equity excluding accounting reserves

Leverage Ratios

		30 June 2018	30 June 2017
IFRS net debt ¹	USDM	520.7	555.3
Consolidated net debt (for bank debt covenant measurement)	USDM	531.6	618.5
Gearing ²	%	92	86
Adjusted EBITDA ³	USDM	195.4	142.6
EBITDA margin ⁴	%	39	36
Consolidated net debt: EBITDA ⁵	x	2.7	3.9
EBITDA net interest cover ⁶	x	2.7	2.8

1. Net debt is the US\$ loan notes and bank loans and borrowings net of cash at bank
2. Gearing is calculated as net debt divided by total equity
3. Adjusted EBITDA, stated before depreciation, share-based expense, net finance expense, tax expense, impairment charges, net unrealised foreign exchange gains and losses and loss on discontinued operations
4. EBITDA margin is Adjusted EBITDA divided by revenue
5. Consolidated net debt: EBITDA is Consolidated net debt divided by Adjusted EBITDA
6. EBITDA: net interest cover is EBITDA divided by net finance costs, (excluding exchange gains or losses and unwinding of present value adjustment for rehabilitation costs) plus capitalised interest.

Capex Profile – FY 2019 & FY 2020

Financial Year		2019	2020
Operation			
Finsch	ROM tonnes treated (Mt)	3.2	3.2
	Tailings tonnes treated (Mt)	0.2	0.0
	Expansion Capex (ZARm)	200	200
	Sustaining Capex (ZARm)	125	120
Cullinan	ROM tonnes treated (Mt)	3.7 – 4.0	4.0
	Tailings tonnes treated (Mt)	1.5 – 1.7	2.0
	Expansion Capex (ZARm)	570	350
	Sustaining Capex (ZARm)	130	120
Koffiefontein	ROM tonnes treated (Mt)	1.0	1.0
	Expansion Capex (ZARm)	65	20
	Sustaining Capex (ZARm)	30	40
KEM JV	ROM tonnes treated (Mt)	0.6	N/A
	Tailings tonnes treated (Mt)	5.7	N/A
	Expansion Capex (ZARm)	55	N/A
	Sustaining Capex (ZARm)	40	N/A
PETRA (SA Operations)	Expansion Capex (ZARm)	890	570
	Sustaining Capex (ZARm)	325	280
Williamson	ROM tonnes treated (Mt)	4.7	4.7 – 5.0
	Alluvial tonnes treated (Mt)	0.4	0.0 – 0.4
	Sustaining Capex (USDm)	5	5
PETRA (All Operations)	ROM tonnes treated (Mt)	13.2 – 13.5	12.9 – 13.2
	Tailings / other tonnes treated (Mt)	7.8 – 8.0	2.0 – 2.4
	Expansion Capex (USDm)	70	45
	Sustaining Capex (USDm)	30	27

1. All Capex numbers stated in FY 2019 money terms (ZAR12.75/US\$1 where applicable)
2. Depreciation on mining assets for FY 2019 guided at ca. US\$90 million.



Thank You

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