

FY 2023-25 restated guidance – February 2023



US\$m	H1 FY23a	H2 FY23e	FY23E	FY24E	FY25E
Total carats recovered, Mcts	1.4	1.35-1.45	2.75 – 2.85	3.0 – 3.3	3.6 – 3.9
Cash on-mine costs and G&A ^{1,2}	140.9	120 – 135	260 – 275	280 – 300	280 – 300
Expansion capex ¹	38.2	53 – 65	92 – 104	117 – 129	110 – 125
Sustaining capex ¹	13.7	26 – 31	40 – 45	30 – 36	25 – 28

Capex

- Includes recently approved C-Cut extension costing US\$32m
- Current capex projects internally funded
- Cost inflation offset by cost control and weaker ZAR
- 90 – 95% of capex incurred in ZAR

South African cash on-mine costs

- Inflationary pressures offset by weaker ZAR and disciplined cost management
- Stability from our 3-year labour agreements to June 2024
- 80 – 90% of opex incurred in ZAR
- Recent electricity price increases (18.65% from April 2023) incorporated in the revised cost guidance

Note 1: Real amounts stated in FY 2023 money terms using 6% CPI. US\$ amounts converted at exchange rate of USD1:ZAR17 apart from H1-FY23 converted at exchange rate of USD1:ZAR17.32.

Note 2: Cash on-mine costs and G&A (H1 FY 23a) comprises Cash on-mine costs US\$128.4m, Group technical, support and marketing costs US\$7.1m and Adjusted corporate overhead US\$5.4m

FY 2023-25 Detailed Analyst Guidance – Cullinan Mine



Description	Unit	H1 FY 23a	H2 FY 23e	FY 2023E	FY 2024E	FY 2025E
ROM tonnes Treated	(Mt)	2.2	2.1 – 2.2	4.3 - 4.4	4.3 - 4.5	4.3 - 4.5
ROM Grade	(cpht)	31.2	29 – 33	30.0 - 32.0	30.0 - 32.0	39.9 - 42.6
ROM Carats	(Kcts)	697	578 – 668	1 275 - 1 365	1 355 - 1 445	1 757 - 1 961
Tailings tonnes Treated	(Mt)	0.1	0.4 – 0.5	0.56 - 0.59	0.68 - 0.72	0.68 - 0.72
Tailings Grade	(cpht)	39.4	15 – 18	22.3 - 22.9	14.0 - 14.6	14.0 - 14.6
Tailings Carats	(Kcts)	55.0	70 – 80	125 - 135	95 - 105	95 - 105
Total Carats Recovered	(Kcts)	752	648 – 748	1 400 - 1 500	1 450 - 1 550	1 852 - 2 066
Cash on-mine cost (REAL)	(ZARm)	757	770 – 809	1 527 - 1 566	1 636 - 1 719	1 697 - 1 784
	(US\$m)	44	45 – 48	90 - 92	96 - 101	100 - 105
Depreciation	(ZARm)	375	355 – 385	730 - 760	792 - 834	877 - 961
	(US\$m)	22	21 – 23	43 - 45	46 - 49	52 - 57
Expansion Capital (REAL)	(ZARm)	347	513 – 593	860 - 940	1 111 - 1 225	952 - 1 063
	(US\$m)	20.0	30 – 35	51 - 55	65 - 72	56 - 62
Sustaining Capital (REAL)	(ZARm)	58	147 – 172	205 - 230	208 - 255	163 - 189
	(US\$m)	3.3	9 – 10	12 - 13	12 - 15	10 - 11
Total Capital (REAL)	(ZARm)	404	660 – 765	1 064 - 1 170	1 319 - 1 480	1 115 - 1 252
	(US\$m)	23.3	39 – 45	63 - 69	78 - 87	66 - 74

Guidance notes

1. Real amounts stated in FY 2023 money terms using 6% CPI
2. US\$ amounts converted at exchange rate of USD1:ZAR17 apart from H1-FY23 converted at exchange rate of USD1:ZAR17.32
3. Remaining tax shield @ 30 June 2022 = ZAR 2.9 billion
4. Environmental closure liability = ZAR 271 million (30 June 2022)
5. Includes the C-Cut extension project approved in February 2023

FY 2023-25 Detailed Analyst Guidance – Finsch



Description	Unit	H1 FY 23a	H2 FY 23e	FY 2023E	FY 2024E	FY 2025E
ROM tonnes Treated	(Mt)	1.1	1.45 - 1.55	2.55 - 2.65	2.9 - 3.0	3.0 - 3.1
ROM Grade	(cpht)	45.1	44 - 47	44.8 - 46.7	43.4 - 45.6	43.0 - 45.2
ROM Carats	(Kcts)	494.4	645 - 740	1 140 - 1 235	1 260 - 1 368	1 290 - 1 400
Tailings tonnes Treated	(Mt)	0.05	0.0 - 0.01	0.06 - 0.06	0	0
Tailings Grade	(cpht)	13.8	20 - 40	17.4 - 24.5	0	0
Tailings Carats	(Kcts)	6.6	3.5 - 8.5	10 - 15	0	0
Total Carats Recovered	(Kcts)	500.9	649 - 749	1 150 - 1 250	1 260 - 1 368	1 290 - 1 400
Cash on-mine cost (REAL)	(ZARm)	707	693 - 729	1 400 - 1 436	1 329 - 1 397	1 375 - 1 445
	(US\$m)	41	41 - 43	82 - 85	78 - 82	81 - 85
Depreciation	(ZARm)	157	205 - 235	362 - 392	405 - 445	500 - 575
	(US\$m)	9	12 - 14	21 - 23	24 - 26	30 - 34
Expansion Capital (REAL)	(ZARm)	316	394 - 509	710 - 825	880 - 972	926 - 1 066
	(US\$m)	18	23 - 30	42 - 48	52 - 57	54 - 63
Sustaining Capital (REAL)	(ZARm)	85	135 - 165	220 - 250	157 - 190	111 - 129
	(US\$m)	5	8 - 10	13 - 15	9 - 11	7 - 8
Total Capital (REAL)	(ZARm)	401	529 - 674	930 - 1 075	1 037 - 1 162	1 037 - 1 194
	(US\$m)	23	31 - 40	54 - 63	61 - 68	61 - 70

Guidance notes

1. Real amounts stated in FY 2023 money terms using 6% CPI
2. US\$ amounts converted at exchange rate of USD1:ZAR17 apart from H1-FY23 converted at actual exchange rate of USD1:ZAR17.32
3. Remaining tax shield @ 30 June 2022 = ZAR 41 million
4. Environmental closure liability = ZAR 291 million (30 June 2022)

FY 2023-25 Detailed Analyst Guidance – Williamson



Description	Unit	H1 FY 23a	H2 FY 23e	FY 2023E	FY 2024E	FY 2025E
ROM tonnes Treated	(Mt)	1.8	0	1.8	4.5 - 5.5	5.2 - 5.5
ROM Grade	(cpht)	7.7	0	7.7	5.9 - 6.3	7.0 - 7.5
ROM Carats	(Kcts)	141	0	141	265 - 344	363 - 410
Cash on-mine cost (REAL)	(US\$m)	32.7	8 - 9	41 - 42	66 - 69	67 - 70
Depreciation	(US\$m)	7.5	0.6	8.1	8.5	8.6
Expansion Capital (REAL)	(US\$m)	0	0	0	0	0
Sustaining Capital (REAL)	(US\$m)	3.1	9 - 11	12 - 14	9 - 10	9 - 10
Total Capital (REAL)	(US\$m)	3.1	9 - 11	12 - 14	9 - 10	9 - 10

Guidance notes

1. Real amounts stated in FY 2023 money terms using 2.5% CPI
2. Tax shield @ 31 Dec 2022 = USD 129 million
3. Environmental closure liability = USD 5.7 million (30 June 2022)
4. Bottom-end of FY 2024 production guidance amended to allow for ramp-up post restart

Note 1: Cash on-mine costs represents C&M expenditure and excludes \$5.9m TSF remediation costs.

Note 2: H1 actual depreciation includes accelerated depreciation of \$5.2m associated with the breached TSF facility.

FY 2022/23-25 Detailed Analyst Guidance – Koffiefontein



Description	Unit	H1 FY 23a	H2 FY 23e	FY 2023E	FY 2024E	FY 2025E
ROM tonnes Treated	(Mt)	0.085	0	0.085	-	-
ROM Grade	(cpht)	7.2	0	7.5	-	-
ROM Carats	(Kcts)	6.1	0	6.7	-	-
Cash on-mine cost (REAL)						
(PROVISIONAL ESTIMATE)	(Rm)	193	186 – 195	379-388	110-140	110-140
	(US\$m)	11	11 – 12	22.3-22.8	6.5-8.2	6.5-8.2
Expansion Capital (REAL)						
	(Rm)	0	0	0	0	0
	(US\$m)	0	0	0	0	0
Sustaining Capital (REAL)						
	(Rm)	4.8	0	4.8	0	0
	(US\$m)	0.3	0	0.3	0	0
Total Capital (REAL)						
	(Rm)	4.8	0	4.8	0	0
	(US\$m)	0.3	0	0.3	0	0

Guidance notes

1. Real amounts stated in FY 2023 money terms using 6% CPI
2. US\$ amounts converted at exchange rate of USD1:ZAR17
3. Tax shield @ 31 Dec 2022 = ZAR2 billion
4. Environmental closure liability = ZAR104.4 million (30 June 2022)

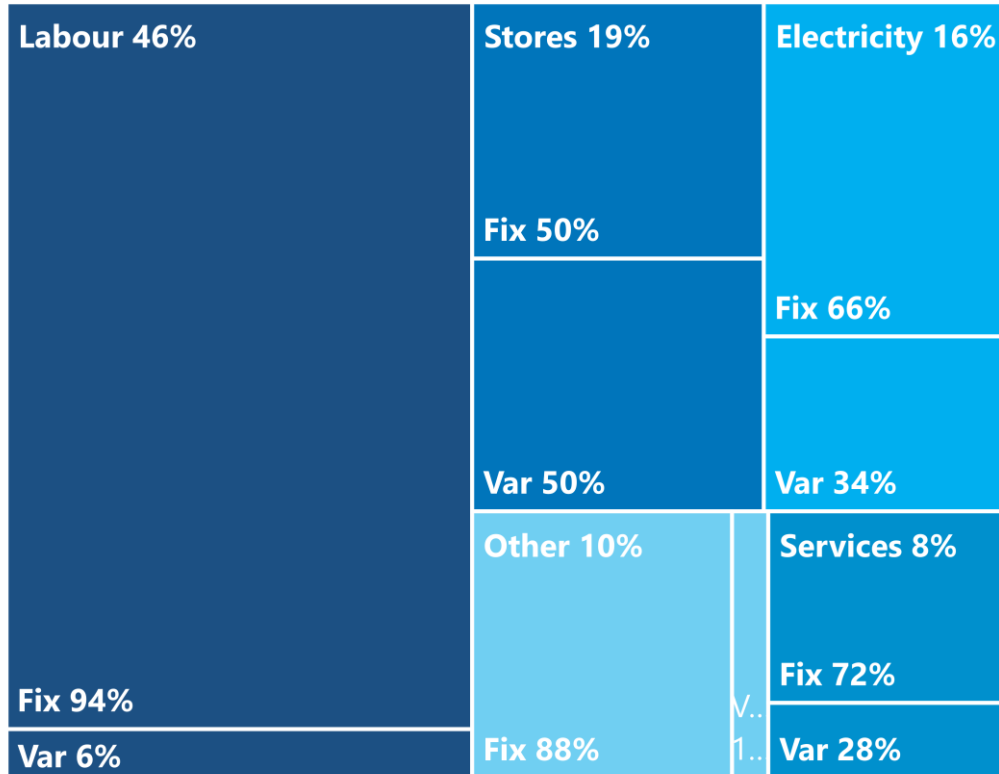
Note 1: FY2023 includes C&M expenditure for Q4 and HR Retrenchment of circa R70m.

Note 2: Environmental – Rehab and social spend amounts to circa 40% of the C&M costs

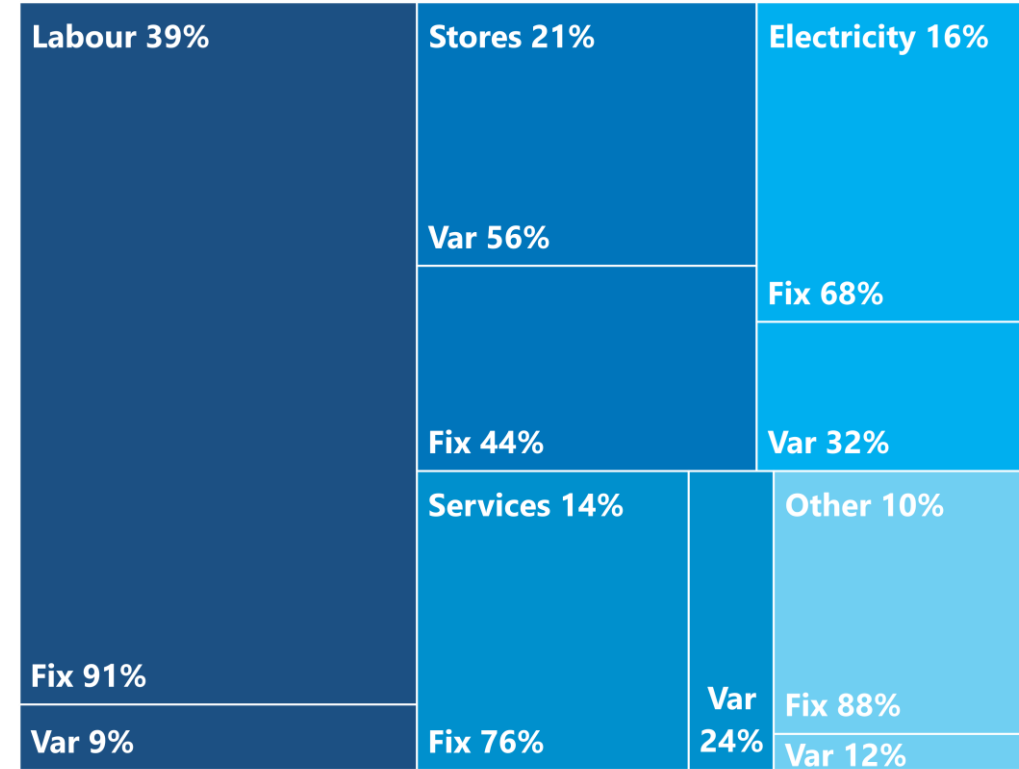
FY 2023 – Cost breakdown



CDM Fixed (78%) / Variable Split (22%)



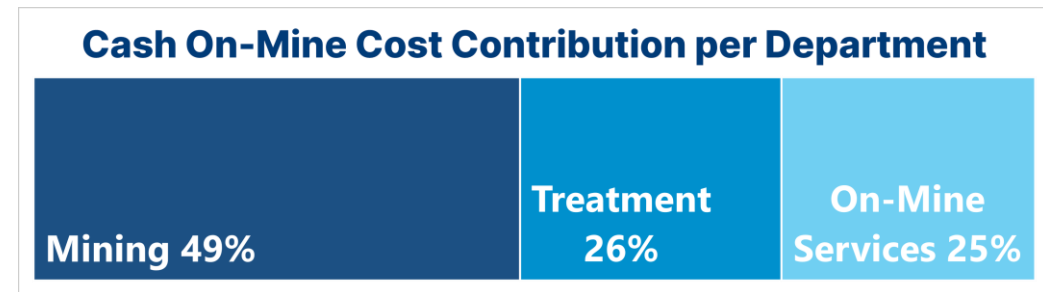
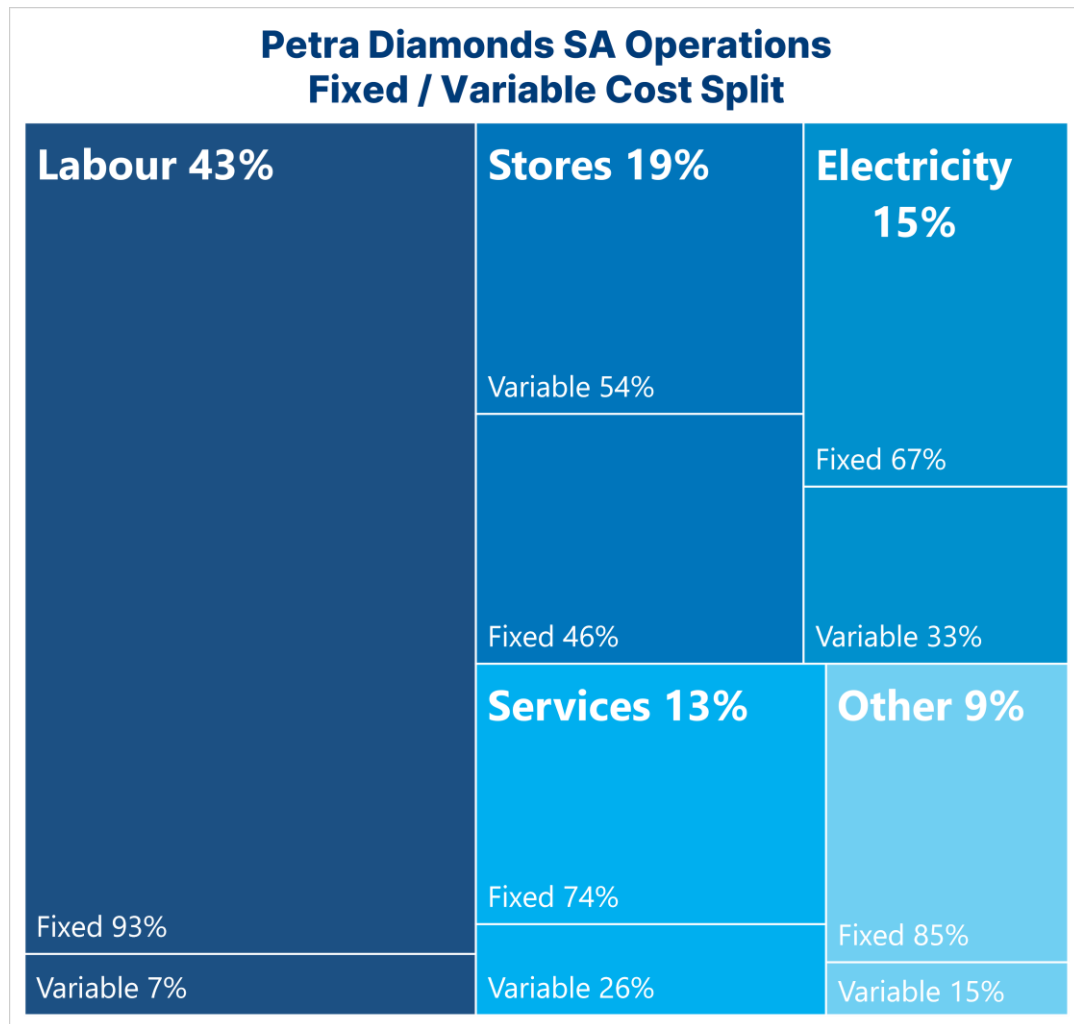
FDM Fixed (75%) / Variable Split (25%)



Note 1: Based on FY 23 operating cost budget



Group Cost breakdown – fixed (77%) and variable (23%)



Note 1: Based on FY 23 operating cost budget

H1 FY 2023 Operating Cost Reconciliation



Petra Diamonds

Cost of Sales reconciliation - H1 FY 2023

31-Dec-22

Average R/\$ rate:

17.32

	Cost / tonne	Tonnes treated	Total on-mine cash cost (million)	Diamond royalties	Diamond inventory movement	Group technical, support and marketing costs	Depreciation	Total Mining and processing costs (million)
Finsch	R 619	1 143 056	R 707.48	R 3.9	-R 116.0	R 14.8	R 157.2	R 767.3
Cullinan	R 319	2 370 944	R 756.82	R 9.1	-R 177.2	R 36.7	R 374.9	R 1 000.3
Koffiefontein	R 2 016	95 706	R 192.94	R 0.3	R 10.3	R 0.8	R 2.1	R 206.4
Total SA Ops (ZAR)		3 609 706	R 1 657.2	R 13.3	-R 282.9	R 52.3	R 534.2	R 1 974.1
Total SA Ops (USD)			\$95.7	\$0.8	-\$16.3	\$3.0	\$30.8	\$113.9
Williamson	\$17.9	1 829 376	\$32.71	\$2.9	\$7.5	\$0.7	\$9.1	\$53.0
Total Ops		5 439 082	\$128.4	\$3.7	-\$8.8	\$3.7	\$40.0	\$167.0
Other			\$0.0	\$0.0	\$0.0	\$3.4	\$2.1	\$5.5
TOTAL (USD)			\$128.4	\$3.7	-\$8.8	\$7.1	\$42.1	\$172.5

Adjusted mining and processing costs = A+B+C+D = \$130.4

	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	IFRS
H1 - FY 2023	128.4	3.7	-8.8	7.1	130.4	42.1	172.5
H1 - FY 2022	129.8	3.4	-29.5	6.0	109.8	43.1	152.9
% Movement	-1%	8%	-70%	18%	19%	-2%	13%

Note - Williamson tailings facility - remediation costs of \$5.9m are excluded in the above tables.

Guidance notes

- The US\$1.4m (1.1%) net reduction in cash on-mine cost is due to :
 - A weaker ZAR exchange rate with associated reduction in USD reported costs(12.4% decrease);
 - Lower production volumes across SA operations (5.0% decrease);
 - Other cost savings, including reduction of on-mine costs due to centralization (3.4% decrease)
- OFFSET BY:
- Increase in Williamson cash costs compared to a lower prior year base following restart post-care and maintenance in H1 FY'22 (12% increase)
 - Inflationary increases (6.9% increase)
 - Above inflation increases associated with electricity and labour costs (0.8% increase)

FY 2023-25 Analyst Guidance Explanatory Notes

Cost of Sales



G2.1

G 2.1 Cost of Sales breakdown

	(A)	(B)	(C)	(D)	(E)	(E)	
	Total on-mine cash cost (million) (Refer G1)	Total on-mine cash cost (\$m) (Refer G1)	Diamond royalties (Refer G2.3)	Diamond sorting fee	Diamond inventory and stockpile movements	Subtotal	Total Mining and processing costs (\$m)
Cullinan	R xxx	\$ xxx	R xxx	R xxx	R xxx	R xxx	\$ xxx
Finsch	R xxx	\$ xxx	R xxx	R xxx	R xxx	R xxx	\$ xxx
Koffiefontein	R xxx	\$ xxx	R xxx	R xxx	R xxx	R xxx	\$ xxx
Williamson	\$ xxx	\$ xxx	\$ xxx	\$ xxx	\$ xxx	\$ xxx	\$ xxx
Centralised Cost of Sales							\$ xxm
Mining and Processing Costs (EBITDA purposes)							\$ xxx
Corporate overheads							\$ xxm
Total Cost of Sales (EBITDA purposes)							\$ xxx

=(A)+(B)+(C)+(D)

=(E)/Average R/\$ exchange rate

=(E)/Average R/\$ exchange rate

=(E)/Average R/\$ exchange rate

FY 2023-25 Analyst Guidance Explanatory Notes

Income Tax Calculation



G2.2

Break-down of high-level income tax calculation for PDL Group Operations:

Indicative example on treatment of capital allowances/tax losses (using Cullinan as an example):

(A) Profit before tax (PBT)

Add back: (B) Depreciation

Less: (C) Capital expenditure - current year

(D) Taxable income for the year

Less: (E) Capital allowances/assessed losses brought forward

(F) Assessed Total

Thus: - If "Assessed Total (F)" >0; income tax due and payable at applicable tax rate

- If "Assessed Total (F)" <0; income tax capital allowances/assessed losses carried forward for set-off against future profits

Taxation payable

	FY2021	FY2022	FY2023
	ZARm	ZARm	ZARm
A	2000	2500	3000
B	500	500	500
C	-500	-600	-300
A + B - C = D	2000	2400	3200
E	-3000	-1000	0
D - E = F	-1000	1400	3200
	0	392	896

Note:

¹ Each mine's capital allowance / assessed loss is ring fenced to that specific mine.

Refer to guidance doc: G1 for mine-by-mine capital allowances / assessed losses (tax shields).

² For Williamson, maximum of 70% of a year's profits will be offset by losses brought forward, with 30% taxable income in the year; if losses are incurred, a 0.3 % tax on revenue should be catered for.

FY 2023-25 Analyst Guidance Explanatory Notes

Diamond Royalties



G2.3

Diamond royalties in South Africa

The royalty payable is derived from a formula based on the profitability of an operation, as follows:

- Royalty payable = gross sales x royalty rate
- Royalty rate = 0.5% + EBIT / (gross sales x 9)
- Minimum royalty payable = 0.5% / Maximum royalty payable = 7% of gross sales
- Unredeemed capex may be off-set against a positive EBIT balance and any unused balances can be carried forward for future calculations
- Tailings production (and all associated cost and revenue) are exempt from royalty

Example:

Revenue	ZARm	3 000
Operating costs	ZARm	(1 000)
Operating profit	ZARm	2 000
Unredeemed Capex b/forward	ZARm	(1 000)
Capex this year	ZARm	(500)
Adjusted EBIT (as defined in Royalty Act)	ZARm	500
Royalty rate = 0.5% + EBIT / (gross sales x 9)		2.4%
Royalty payable = royalty rate x revenue	ZARm	71

Diamond royalties in Tanzania (Williamson)

6% of Gross Revenue