Important notice

These Presentation Materials do not constitute or form part of any invitation, offer for sale or subscription or any solicitation for any offer to buy or subscribe for any securities in the Company nor shall they or any part of them form the basis of or be relied upon in any manner or for any purpose whatsoever.

These Presentation Materials must not be used or relied upon for the purpose of making any investment decision or engaging in an investment activity and any decision in connection with a purchase of shares in the Company must be made solely on the basis of the publicly available information. Accordingly, neither the Company nor its directors makes any representation or warranty in respect of the contents of the Presentation Materials.

The information contained in the Presentation Materials is subject to amendment, revision and updating in any way without notice or liability to any party. The presentation materials contain forward-looking statements which involve risk and uncertainties and actual results and developments may differ materially from those expressed or implied by these statements depending on a variety of factors. No representation or warranty, express or implied, is made as to the fairness, accuracy or completeness of the information or opinions contained herein, which have not been independently verified.

The delivery of these Presentation Materials shall not at any time or in any circumstance create any implication that there has been no adverse change, or any event reasonably likely to involve any adverse change, in the condition (financial or otherwise) of the Company since the date of these Presentation Materials.

The Presentation Materials are confidential and being supplied to you for your own information and may not be reproduced, further distributed, passed on, or the contents otherwise divulged, directly or indirectly, to any other person (except the recipient’s professional advisers) or published, in whole or in part, for any purpose whatsoever. The Presentation Materials may not be used for the purpose of an offer or solicitation to subscribe for securities by anyone in any jurisdiction.
Building a world-class diamond group

• A unique growth profile – outside of De Beers, Petra has established one of the world’s largest diamond resources (265 million carats - value US$27.3 billion as at September 2008 Resource Statement))

• World famous mines renowned for production of large, high value and coloured diamonds

• Consistently meets / exceeds operational targets – production to exceed over 1 million carats per annum by June 2009

• Highly experienced management team – effective execution and delivery

• Low cost producer – well positioned to weather downturn
## The Petra Board

<table>
<thead>
<tr>
<th><strong>Adonis Pouroulis</strong></th>
<th><strong>Johan Dippenaar</strong></th>
<th><strong>David Abery</strong></th>
<th><strong>Jim Davidson</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Chairman</strong></td>
<td><strong>CEO</strong></td>
<td><strong>Finance Director</strong></td>
<td><strong>Technical Director</strong></td>
</tr>
<tr>
<td>Successful mining entrepreneur</td>
<td>One of South Africa’s most successful diamond entrepreneurs with 18 years experience</td>
<td>Extensive experience as Chief Financial Officer in South African and UK business environments</td>
<td>Acknowledged world authority on Kimberlite geology and exploration</td>
</tr>
<tr>
<td>Founded Petra Diamonds in 1997 and floated first diamond company on AIM</td>
<td>Founded diamond group in 1990 and grew portfolio to 3 producing mines before listing as Crown Diamonds on ASX</td>
<td>Integral to structuring and deliverance of strategic group corporate development, including acquisitions and joint ventures</td>
<td>&gt;20 years experience in mine management</td>
</tr>
<tr>
<td>Built Petra into pan-African diamond group with 3000 employees</td>
<td>Merger with Petra in 2005 – now at helm of AIM’s largest diamond company</td>
<td></td>
<td>Formerly Head of Diamond Exploration for Rio Tinto across Southern Africa</td>
</tr>
<tr>
<td>Instrumental in raising funds to help finance and structure early stage mining companies in Africa</td>
<td></td>
<td></td>
<td>As Technical Director of Crown Diamonds, managed specialist underground fissure mines over a decade</td>
</tr>
</tbody>
</table>
Fast building a major diamond group

2006

FISSURES + EXPLORATION
Fast building a major diamond group

2008

Petra Diamonds

CULLINAN

KOFFIEFONTEIN

KIMBERLEY UNDERGROUND

WILLIAMSON

FISSURES

EXPLORATION
**Reserves and resources**

**Attributable carat base**
- Fissures - 4.7
- Kimberley - 4.8
- Koffiefontein - 4.2
- Williamson - 30.1
- Cullinan - 76.9

121 million carats
US$13.7 billion

**Total carat base**
- Fissures - 4.8
- Kimberley - 6.4
- Koffiefontein - 6.0
- Williamson - 40.2
- Cullinan - 207.9

265 million carats
US$27.3 billion

* As at September 2008 Resource Statement
Note: Petra has options to increase its ownership in Cullinan from 37% to 60%, increasing attributable carat base
Challenging times

- Lack of liquidity squeezing the diamond pipeline
- Economic uncertainty affecting consumer confidence
- Debt levels in cutting centres high
- Polished inventory overhang – very selective stocking
- Negative impact on pricing

Source: RBC Capital Market estimates
A unique ‘commodity’

History has shown the enduring value of diamonds

• Hard asset / traditional store of wealth
  • move from debt / risk / currencies / financial trading into hard asset classes
  • investment grade diamonds are new “concentrated form of gold” (NY Times Jan 09)
  • easily transportable to best market

• A ‘meaningful’ purchase
  • engagements and weddings remain the constant cornerstone of the diamond market
  • elasticity of pricing – a diamond to suit every budget
Fundamentals for recovery

• True scarcity - continued lack of new discoveries
• Majors production was falling before the credit crunch hit global markets
• Majors now cutting production further to support prices
• 25 million carats could be cut from ~160 million carats/year (RBC Capital Markets) – Petra expects this could be even higher
• Limitations on supply side will be exacerbated by planned cuts in production / CAPEX
• Approximately only 20 years of known diamond reserves left in the ground at 2008 demand levels
• Demand growth to continue in emerging markets once recovery begins
• Recovery in market likely to be strong when it arrives
Petra strategy

• Cut exploration budget
  • exploration activity dramatically scaled down and budget cut by US$25m to US$500k
• Focus on cash flow
  • Petra is focused on cash generative diamond activity – objective to maximise value and returns at major producing assets
• Culture of cost control
  • group ethos built on cost control and increasing efficiencies – one of the lowest cost diamond producers globally
• ‘Special’ recoveries
  • emphasis is on improving recoveries rather than throughput – aim is to ensure recovery of larger and fancy coloured ‘specials’
• Effective and responsive management
  • management team is highly experienced in operating producing diamond mines throughout fluctuations in diamond and capital markets
Interim Results for six months to 31 December 2008
Operational and financial highlights
• Gross revenue from rough diamond sales for the Period: US$47.3 million, a 49% increase on the six months to 31 December 2007: US$31.7 million. Group attributable revenue from rough diamond sales for the Period: US$33.8 million (31 December 2007: US$31.7 million)

• Gross production of 550,413 carats, a 444% increase on the six months to 31 December 2007: 101,213 carats

• On-mine gross profit: US$10.2 million (2007: US$15.5 million)

• South African mines cash flow positive for the Period; cash mainly applied on Cullinan and Williamson acquisitions, Kimberley Underground development / plant and Angolan exploration (now ended) resulting in cash at bank US$10.5 million (2007: US$59.0 million)

• Total resource base increased to 265 million carats
Highlights for the period

Current trading

• Acquisition of the Williamson diamond mine in Tanzania completed 19 February 2009 (ownership effective from 10 November 2008)

• Now the full operator of six diamond mines in South Africa (5) and Tanzania (1)

• Two exceptional blue diamonds recovered at Cullinan, of 39.19 carats (sold for US$8.8 million) and 26.58 carats (in stock)

• Exploration budget cut by US$25 million to focus resources on the development of the cash-positive producing operations

• Withdrawal from both the Alto Cuiło and Luangue projects in Angola (effective end December 2008)

• Sierra Leone – Petra’s joint venture partner at Kono has assumed sole funding of the Kono advanced exploration project (effective 1 January 2009)
## Summary results – key numbers

<table>
<thead>
<tr>
<th></th>
<th>6 months to December ’08</th>
<th>6 months to December ‘07</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue</strong></td>
<td>33.8 US$M</td>
<td>32.1 US$M</td>
</tr>
<tr>
<td><strong>On-mine gross profit</strong> *</td>
<td>10.2 US$M</td>
<td>15.5 US$M</td>
</tr>
<tr>
<td><strong>Exploration</strong> *</td>
<td>(13.2) US$M</td>
<td>(1.0) US$M</td>
</tr>
<tr>
<td><strong>G&amp;A</strong> *</td>
<td>(3.3) US$M</td>
<td>(4.4) US$M</td>
</tr>
<tr>
<td><strong>Adjusted EBITDA</strong> **</td>
<td>(6.3) US$M</td>
<td>10.1 US$M</td>
</tr>
<tr>
<td><strong>Depreciation/amortisation</strong></td>
<td>(8.7) US$M</td>
<td>(5.8) US$M</td>
</tr>
<tr>
<td><strong>Impairment charges</strong></td>
<td>(75.2) US$M</td>
<td>-</td>
</tr>
<tr>
<td><strong>Tax credit – (charge)</strong></td>
<td>4.5 US$M</td>
<td>(0.1) US$M</td>
</tr>
<tr>
<td><strong>(Loss) / profit for the period</strong>*</td>
<td>(88.0) US$M</td>
<td>8.2 US$M</td>
</tr>
</tbody>
</table>

* Stated before depreciation, amortisation of intangibles, interest paid, foreign exchange gains and losses, asset impairment charges and share based payments.

** EBITDA disclosures are “adjusted EBITDA”, being stated before share based expense, foreign exchange gains and losses and asset impairment charges.

*** Stated before minority interests (BEE partners Cullinan, Koffiefontein, Sedibeng) of US$2.77 million
Impairment charges

The impairment charge of US$75.2 million is comprised of:

- Withdrawal from Luangue $37.0
- Withdrawal from Alto Cuilo $6.0
  (write down of interest in Moyoweno)
- Impairment of Helam mine based on IAS36 review $12.9
- Impairment of Star mine based on IAS36 review $10.8
- Impairment of 51% interest in Kono project $8.5
## Cash and debt

<table>
<thead>
<tr>
<th></th>
<th>31 December ‘08</th>
<th>31 December ‘07</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash at bank</td>
<td>10.5</td>
<td>59.0</td>
</tr>
<tr>
<td>Group debt</td>
<td>75.4</td>
<td>21.9</td>
</tr>
</tbody>
</table>

- Cash movement due to acquisition consideration of Cullinan / Williamson and exploration spend now curtailed; South African mines cash positive for the Period
- At current diamond prices, Petra expects current cash plus funding at Williamson (development agencies) to be sufficient for Group needs
- Kimberley Underground largely already paid from internal funds; Cullinan financing ring fenced in consortium structure
- Increase in debt mainly due to US$85 million loan owed by Cullinan JV to Al Rajhi – Petra’s share of that debt for (accounting purposes) US$42.5 million, but this debt is Cullinan ring fenced and repaid from Cullinan cash flows
Production
Production portfolio

South Africa
- Cullinan
- Koffiefontein
- Kimberley Underground*
- Helam
- Sedibeng
- Star

Tanzania
- Williamson

* Acquisition to complete soon
Cullinan mine – overview

- 16 July 2008: Cullinan acquired by Petra Diamonds Cullinan Consortium

- World-class resource of 208 million carats (including tailings)

- Historic producer of spectacular diamonds, including ‘The Cullinan’, the world’s largest diamond ever (3,106 carats)

- Only significant source of truly rare and highly prized blue diamonds

- Has produced over 300 stones weighing more than 100 carats; a quarter of all the world’s diamonds over 400 carats
## Iconic gems

<table>
<thead>
<tr>
<th>Gemstone</th>
<th>Carats Details</th>
<th>Year</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Heart of Eternity</strong></td>
<td>• 27.64 carats polished</td>
<td>• 1909</td>
</tr>
<tr>
<td><strong>The Golden Jubilee</strong></td>
<td>• 755.50 carats rough</td>
<td>• 1986</td>
</tr>
<tr>
<td><strong>The Premier Rose</strong></td>
<td>• 353.90 carats rough</td>
<td>• 1978</td>
</tr>
<tr>
<td><strong>The Niarchos</strong></td>
<td>• 426.50 carats uncut</td>
<td>• 1954</td>
</tr>
<tr>
<td><strong>The Blue Heart</strong></td>
<td>• 30.82 carats polished</td>
<td>• 1909</td>
</tr>
<tr>
<td><strong>The Centenary</strong></td>
<td>• 599.10 carats rough</td>
<td>• 1986</td>
</tr>
<tr>
<td><strong>The Taylor Burton</strong></td>
<td>• 240.80 carats rough</td>
<td>• 1966</td>
</tr>
</tbody>
</table>
Current operations

• Currently mining the B-Cut; >20 year mine life

• Production running significantly ahead of expectations; 900,000 - 950,000 carats target to end June 2009

• Major changes underway to processing of ore with emphasis on recovery of ‘specials’, particularly diamonds larger than 100 carats

• Average value per carat achieved 6 months to Dec ‘08 of US$92 (vs expectation of US$75)

• Objective to simplify process route - plant throughput already increased by 30%
Cullinan cross-section

- The C-Cut - a world-class diamond resource (133 carats)
- Tailings – a 16.8 million carat resource
Recent Cullinan ‘specials’

- 39.19 carat blue diamond - sold for US$8.8 million
- 116 carat champagne diamond - sold for US$250,000
- 26.54 carat white diamond - sold for US$1.6 million
- Remarkable 26.58 blue diamond yet to be marketed and sold
Koffiefontein

- Average value per carat of US$318 (6 months to Dec ‘08) – still very high in comparison to world average
- Regular recovery of ‘specials’, including pinks
- Excellent achievement in containment of operating costs
- Plant now ready to receive increased tonnages – potential from underground main pipe and satellite (Ebenheazer)
- New tailings treatment plant being commissioned – tailings production to commence 2009
Kimberley Underground

• Acquisition expected to complete by June 2009
• Custom-made plants being constructed in-house
• Diamond recoveries and sales will commence mid 2009 – substantial stockpile will be in place
• Historic producer of spectacular gems, such as The Oppenheimer: (253.7 carat rough); largest diamond ever recovered was over 800 carats in size

Wesselton, Dutoitspan and Bultfontein mines
Williamson

- Agreement to acquire 75% stake in Williamson mine for US$10m from De Beers
- Major diamond resource of 40 million carats
- Open pit mine to depth of 90 metres – largest kimberlite ever to be mined economically (146ha)
- Renowned for large high value diamonds & fancy pink diamonds (e.g. Williamson Pink)
- Petra strategy to initially establish economics then ramp up to 7.5Mt to recover 500,000 carats pa
Corporate profile

<table>
<thead>
<tr>
<th>Major Shareholders</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Saad</td>
<td>44.0</td>
</tr>
<tr>
<td>JP Morgan</td>
<td>9.6</td>
</tr>
<tr>
<td>Al Rajhi</td>
<td>9.0</td>
</tr>
<tr>
<td>Management</td>
<td>6.1</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Listing</th>
<th>AIM: PDL</th>
</tr>
</thead>
<tbody>
<tr>
<td>Offices</td>
<td>Corporate</td>
</tr>
<tr>
<td></td>
<td>Jersey</td>
</tr>
<tr>
<td></td>
<td>Representative</td>
</tr>
<tr>
<td></td>
<td>London</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Shares in Issue</th>
<th>184 million</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fully diluted</td>
<td>203 million</td>
</tr>
<tr>
<td>12 month high/low</td>
<td>146p – 29.75p</td>
</tr>
<tr>
<td>Share price @ 20 Feb 2009</td>
<td>29.75p</td>
</tr>
<tr>
<td>Market capitalisation</td>
<td>£55 million</td>
</tr>
</tbody>
</table>

Share Price Chart

[Graph showing share price and volume chart over time]
2009 – Growing through the downturn

- Continue to build cash-positive production
- Relinquish capital intensive exploration projects
- Petra culture to maintain rigorous cost control
- Recent acquisitions provide solid platform for further growth – increasing operational cash flows
- Robust financial position
- Remarkable 26.58 blue diamond (from Cullinan) to be marketed and sold - potential for further exceptional diamond sales due to focus on enhancing recoveries
- Well attended tenders – all lots attracting bids
Growing through the downturn

Enquiries  Cathy Malins
Email      cathym@petradiamonds.com
Telephone  +44 20 7318 0452
Website    www.petradiamonds.com