Petra Diamonds Limited
the international diamond mining group

Results For The Year To June 2008
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.
A Leading Diamond Producer

- One of the world’s larger diamond groups by resource base – 265 million carats, worth US$27.3 billion

- Superior growth - series of mine acquisitions – proven operational success

- 2008/9 production to exceed 1 million carats - continued growth from large resource base going forward

- World class exploration portfolio across Africa’s diamond fields

- Experienced, entrepreneurial management team – effective execution & delivery

- AIM - ‘PDL’ - £180m market cap
There are only approximately 30 diamond mines of significance worldwide. Now 'Petra' mines. **Note:** Kimberley Underground comprises the 'Bultfontein, Dutoitspan and Wesselton mines', Mwadui is the kimberlite on which the Williamson mine is based.
Focus on Africa – 65% World Production

**PRODUCTION**
- South Africa: Cullinan, Koffifontein, Kimberley Underground*
- Tanzania: Star, Williamson*

**EXPLORATION & DEVELOPMENT**
- Angola: Alto Cuiło, Luangue
- Sierra Leone: Kono Project
- Botswana: Kalahari Diamonds

* Acquisitions to complete 2008
Focus on the Diamond Market
Diminishing Supply

- Structural constraints in the diamond mining industry – supply to remain flat at best
- Steadily declining mineral reserve base - in the region of +/- 20 years
- Continued lack of new discoveries
- Inventories of rough diamonds at historically low levels

Survey Finds Rough Shortage #1 Concern for Industry

Diamond professionals consider the shortage of rough supply as the most important challenge facing the diamond industry during the next five years, according to a survey conducted by Rio Tinto Diamonds.
Emerging Diamond Consumers

- Key drivers of demand are growth in GDP per capita, rising income levels globally and cultural adaptation.
- Research and Markets Group reported total Chinese jewellery sales at US$26 billion in 2007 (up 12.5% on 2006) - jewellery identified as third largest consumer "hot spot" in China after real estate and cars.
- China accounts for just 6% of global GDP and 4% of global consumer expenditure, but represents 22% of the world’s population.
- 550 million Chinese to enter ‘middle class’ in next 10 yrs.
- Cultural preference in India and China to display wealth.

Source: Economist Intelligence Unit forecast for 2010 (August 2007)
The New Wealthy

<table>
<thead>
<tr>
<th>HNWIs*</th>
<th>UHNWIs</th>
</tr>
</thead>
<tbody>
<tr>
<td>✦ Rapid growth of emerging economies and oil states has multiplied numbers of HNWIs (US$1m +)</td>
<td>✦ Number of ultra HNWIs (US$30m +) growing more rapidly – CAGR of 13% over 2002-2006</td>
</tr>
<tr>
<td>✦ Currently 9.5 million HNWIs globally, a rise of 8% on the previous year</td>
<td>✦ Combined wealth of US$113 trillion – “Price is irrelevant”</td>
</tr>
</tbody>
</table>

Number of HNWIs as of 2006, with % growth over last year – Source: Merrill Lynch / Ledbury Research May 2008

Number of UHNWIs as of 2006, with % growth over last year – Source: Merrill Lynch / Ledbury Research May 2008

* HNWI: high net worth individual
Diamond prices have recorded healthy increases, but nothing like the huge rises seen in other commodities.

US downturn could affect demand, but US is becoming less important to diamond market overall.

Elasticity of pricing – a diamond to suit every budget.

A correction is healthy for the market, BUT, luxury goods underpin should ensure diamond prices do not fall in line with other commodities.

Are diamonds a ‘discretionary spend’? Can you put off life’s special occasions?
Results: Year to June 2008
### Summary of Results

<table>
<thead>
<tr>
<th></th>
<th>12 months to 30 June 2008</th>
<th>12 months to 30 June 2007</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue</strong></td>
<td>76.9</td>
<td>17.0</td>
</tr>
<tr>
<td><strong>Gross profit</strong></td>
<td>39.2</td>
<td>1.3</td>
</tr>
<tr>
<td>Other operating income</td>
<td>1.1</td>
<td>-</td>
</tr>
<tr>
<td>Exploration expense</td>
<td>(9.5)</td>
<td>(1.2)</td>
</tr>
<tr>
<td>Other operating expense</td>
<td>(5.3)</td>
<td>(5.3)</td>
</tr>
<tr>
<td><strong>EBITDA</strong></td>
<td>25.5</td>
<td>(5.2)</td>
</tr>
<tr>
<td>Depreciation</td>
<td>(7.1)</td>
<td>(6.5)</td>
</tr>
<tr>
<td>Amortisation</td>
<td>(3.8)</td>
<td>(3.7)</td>
</tr>
<tr>
<td>Share based expense</td>
<td>(1.6)</td>
<td>(0.4)</td>
</tr>
<tr>
<td>Foreign exchange loss</td>
<td>(4.0)</td>
<td>(4.8)</td>
</tr>
<tr>
<td>Net finance income/(expense)</td>
<td>0.2</td>
<td>(1.6)</td>
</tr>
<tr>
<td>Loss from discontinued operations</td>
<td>(1.4)</td>
<td>(0.6)</td>
</tr>
<tr>
<td><strong>Tax charge/(credit)</strong></td>
<td>(5.9)</td>
<td>1.9</td>
</tr>
<tr>
<td><strong>Net profit/(loss) after tax</strong></td>
<td>1.9</td>
<td>(20.9)</td>
</tr>
</tbody>
</table>

Basic and diluted loss per share attributable to the equity holders of the parent company – cents

<table>
<thead>
<tr>
<th></th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash at bank</td>
<td>37.4</td>
<td>44.1</td>
</tr>
</tbody>
</table>
Key Achievements

- Updated gross resource base of 265 million carats, worth US$27.3bn (October 2007: 11.38 million carats, worth US$1.9bn)
- Record diamond prices achieved across all operations for FY 2008
- Agreements reached to acquire Cullinan, Kimberley Underground, Williamson
- First full year at Koffiefontein – spectacular turnaround achieved
- Promising exploration progress in Angola, Botswana, Sierra Leone

Update Post Period End

- September tender realises US$23.3 million
- 126.69 carat diamond sold for US$5.3 million, most valuable in Petra history
- Calibrated business sold for US$5.9 million – Petra retains a limited option to access beneficiation technology at a later stage
Reserves & 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

Note: Petra has options in place to increase its ownership in Cullinan from 37% to 60%
Production
First full year production - 89,622 carats in FY 2008

One of the world’s top kimberlite mines by carat value – US$484 for FY 2008 (industry average is US$90/carat)

Grade achieved of 9.1 cpht

Potential to increase tonnages from underground – main pipe and satellite (Ebenheazer)

New tailings treatment plant being commissioned – potential to further ramp up production
16 July 2008 – Petra Consortium (PDCC) acquires Cullinan and Petra takes control of operations

World’s 2nd largest indicated diamond resource by in-situ value = 208 million carats (incl. Tailings)

Historic producer of spectacular diamonds, incl. The Cullinan, 25% of > larger than 400 carat stones, highly prized blues

FY 2008/09: 700,000 to 850,000 carats*

FY 2009/10: over 1 million carats p.a.* (est. annual revenues of US$100m*)

Petra in process of making major changes to the processing of ore

First tender achieves very encouraging US$100 / carat (incl. US$1.6m stone)

* (all figures gross PDCC)
Kimberley Underground

- Petra currently operating mine under care & maintenance until acquisition completes (expected by end 2008)
- Custom plants being constructed in-house
- Diamond recoveries and sales will commence Q1 2009 – substantial stockpile will be in place
- Sales expected > 100,000 carats pa; US$160/carat*; US$16m revenue pa
- Historic producer of spectacular gems, such as The Oppenheimer: (253.7 carat rough); largest diamond ever recovered was over 800 carats in size

* Note: carat value taken from 2005 records
Williamson

- 9 September – Petra agreed to acquire 75% stake in Williamson mine for US$10m – will complete mid October

- 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)

- 2007: De Beers treated 3.2Mt, recovered 220,000 carats at 6.9 cpht

- Petra strategy to initially establish economics then ramp up to 7.5Mt to recover 500,000 carats pa
Fissure Mines

- Fissures mines comprise: Helam, Sedibeng and Star
- Production of 110,665 carats
- Average value per carat of US$211 FY 2008
- Regularly produces exceptional diamonds, including 126 carat stone post year end
August Tender Highlights

**Cullinan**
26.54 carat white diamond sold for $1.6 million

Two blue diamonds recovered

**Koffiefontein**
4.13 carat fancy pink from Koffiefontein sold for $226,666

**Fissures**
126.69 carat diamond sold for US$5.3m
Expected Production Growth

Carats in '000s

<table>
<thead>
<tr>
<th>Year</th>
<th>Gross</th>
<th>Attributable</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2008</td>
<td>250</td>
<td>200</td>
</tr>
<tr>
<td>FY 2009</td>
<td>300</td>
<td>200</td>
</tr>
<tr>
<td>FY 2010</td>
<td>1500</td>
<td>500</td>
</tr>
<tr>
<td>FY 2011</td>
<td>2500</td>
<td>1000</td>
</tr>
</tbody>
</table>

FY 2008
FY 2009
FY 2010
FY 2011
Exploration & Development
Exploration provides the building blocks of future production.
Petra assumes control of Alto Cuilo - BHP Billiton handover of interest effective 31 March 2008

122 anomalies > 8Ha – 81 kimberlites from 104 targets drilled

Petra refocused exploration programme:
- Enriched near-surface resedimented volcaniclastic kimberlite (RVK) deposits
- Focus on 8 high interest kimberlite targets (30ha to 178ha in size)

Narrow Diameter Drilling currently locating RVK areas for mini bulk sampling

AC16 - first kimberlite RVK tested by bulk sampling – grade of 9.5 cpht 3 times higher than material tested in previous programme from diatreme facies

MBS drilling to test 7 other priority kimberlites, starting with AC9
RVK rims in Kimberlites

Tuff Ring washing back into Crater forms RVK rim (re-concentration of diamonds)

Crater Facies Sands

Proximal

Distal

Country Rock Breccia
Refocused Exploration Strategy

Area of accelerated work programme

AC16 & AC9 RVK Rim Sampling
Petra assumes control of Luangue – BHP Billiton handover of interest effective 30 April 2008

Contiguous to Alto Cuilo; operational & geological synergies

Low level Airborne Magnetic survey - 138 targets (total surface area over 8,000ha) - certain targets up to 233 hectares in size

5 kimberlites identified previously, plus 4 new kimberlites identified by Petra in currently drilling campaign

Drill holes will be positioned to intersect RVK close to surface at the estimated crater rim locality

Fast track Luangue based on Alto Cuilo experience
Alto Cuilo and Luangue – Magnetics and Anomaly Picks
Botswana is world’s largest producer of diamonds by value

Petra has largest diamond exploration landholding of approx. 48,500km² all ‘on craton’

Discovery of 2 new kimberlites from 6000m drilling programme underway

Kimberlite BK1S of importance, contiguous with Debswana’s Damtshaa mining licence area

Two diamondiferous kimberlites in near vicinity of major Jwaneng mine being drilled

Further detailed investigation planned for other key targets, including GO173 cluster in the Kukama area
Kono – Sierra Leone

- Fissure mining project – JV with Stellar Diamonds
- Advanced exploration – trial mining at two shafts
- 1,729 carats (20,889 diamonds) recovered
- First 1,063 carat parcel sold on tender – Pol K parcel (811 carats) achieved US$152 per carat
- Trial mining and sales establish parameters for production decision
- Airborne EM survey now completed; target identification and follow-up to commence shortly
Conclusion
Investment Highlights

- An exciting growth profile – acquisitions of 4 major mines in 2 years
- Revenue growth US$17.0m to US$76.3m; EBITDA from US$5.2m loss to US$25.5m profit
- Proven mining expertise – successful track record operating diamond mines profitably
- US$27.3 billion gross resource base
- Robust diamond market, despite current economic concerns – millions of new consumers enter middle classes
- Petra’s long life operations to supply growing diamond demand
- FY 2009 – “the tipping point” – exponential growth in production and sales
Corporate Profile

Major Shareholders

<table>
<thead>
<tr>
<th>Shareholder</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>- Saad</td>
<td>37.0</td>
</tr>
<tr>
<td>- JP Morgan</td>
<td>9.6</td>
</tr>
<tr>
<td>- Al Rajhi</td>
<td>8.0</td>
</tr>
<tr>
<td>- Management</td>
<td>6.1</td>
</tr>
</tbody>
</table>

Listing

AIM: PDL

Offices

Corporate - Jersey

Representative - London

Shares in Issue

184 million

Fully diluted

203 million

12 month high/low

155p – 73.5p

Cash at 30 June 2008

US$37.5 million

Market cap

£180 million

Share price @ 19 Sep 2008

97p

Share Price Chart

Broker Price Targets

<table>
<thead>
<tr>
<th>Broker Name</th>
<th>Date</th>
<th>Target</th>
</tr>
</thead>
<tbody>
<tr>
<td>Collins Stewart</td>
<td>09/09/2008</td>
<td>220p</td>
</tr>
<tr>
<td>BMO Capital Markets</td>
<td>09/09/2008</td>
<td>140p</td>
</tr>
<tr>
<td>RBC Capital Markets</td>
<td>15/04/2008</td>
<td>160p</td>
</tr>
</tbody>
</table>
The Petra Board

Adonis Pouroulis
Chairman
- Successful mining entrepreneur
- Founded Petra Diamonds in 1997 and floated first diamond company on AIM
- Built Petra into pan-African diamond group with 3000 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 18 years experience
- Founded diamond group in 1991 and grew portfolio to 3 producing mines before listing as Crown Diamonds on ASX
- Merger with Petra in 2004 – now at helm of AIM’s largest diamond company

David Abery
Finance Director
- Extensive experience as Chief Financial Officer in South African and UK business environments
- In-depth knowledge of AIM
- Integral to structuring and deliverance of strategic group corporate development, including acquisitions and joint ventures

Jim Davidson
Technical Director
- Acknowledged world authority on kimberlite geology and exploration; >20 years experience in mine management
- Formerly Head of Diamond Exploration for Rio Tinto across Southern Africa
- As Technical Director of Crown Diamonds, managed specialist underground fissure mines over a decade
Our Responsibility to Diamonds

Leading CSR practices aimed at stimulating socio-economic development in Africa

A school rebuilt by Petra in Sierra Leone

**Angola** - Clinic treats around 400 people per month, with large impact on infant mortality over past 2 years

**South Africa** - Literacy programme, HIV / AIDS awareness programme, local sports programme

**Sierra Leone** - Skills development, agriculture initiatives, supporters of Small Business Entrepreneur programme
Thank you

Further Enquiries, contact:
Cathy Malins – cathyym@petradiamonds.com
+44 20 7493 7671

www.petradiamonds.com