



BURGUNDY
DIAMOND MINES

BURGUNDY DIAMOND MINES LIMITED

**HALF-YEAR FINANCIAL REPORT
30 JUNE 2025**

Appendix 4D

Burgundy Diamond Mines Limited
ABN 33 160 017 390
Half-Year Report



Current reporting period: For the half-year ended 30 June 2025
Prior corresponding period: For the half-year ended 30 June 2024

Results for announcement to the market

		% up/down	30 June 2025	30 June 2024
Total revenue from ordinary activities	US\$'000	(44%)	125,165	223,714
Net profit (loss) for the period attributable to members	US\$'000	(415%)	(29,495)	9,350
Net tangible assets per share	US\$	(91%)	0.01	0.11

* Refer to Note 14 in the accompanying unaudited financial report for details on restatement of comparatives.

Dividends

There were no interim dividends paid or declared during the half-year ended 30 June 2025 (Six month period ended 30 June 2024: \$Nil).

Explanation of results

Refer to the review of operations contained in the directors' report of the Interim Financial Report for the half-year ended 30 June 2025 and the subsequent events.

Changes in controlled entities

The Group did not gain or lose control over any entities during the period.

Accounting standards used by foreign entities

All subsidiaries use International Financial Reporting Standards.

Information about review

The condensed consolidated interim financial statements for the half-year ended 30 June 2025 have been reviewed by the Company's auditors.

Additional information supporting the Appendix 4D disclosure requirements can be found in the review of operations, condensed consolidated interim financial statements and accompanying notes.

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Corporate Directory

Board of Directors

Michael O'Keeffe	Chair (Appointed 15 June 2017)
Jeremy King	Interim Chief Executive Officer and Director (Appointed Interim Chief Executive Officer on 24 April 2025 and previously appointed as non-executive on 9 April 2024)
Kim Truter	Chief Executive Officer and Managing Director (Retired on 31 May 2025)
Marc Dorion	Non-Executive Director
Stephen Dennis	Non-Executive Director (Appointed 30 January 2024, retired 14 January 2025)
Trey Jackson	Non-Executive Director (Appointed 30 January 2024)
Anshul Gandhi	Non-Executive Director (Appointed 1 August 2024)

Company Secretary

Brad Baylis (Retired 25 June 2025)

Brent Mierau (Appointed 26 June 2025)

Registered Office

Level 25
South32 Tower

108 St Georges Terrace
Perth WA 6000

Telephone: 08 6313 3945
Website: www.burgundydiamonds.com
Email: info@burgundydiamonds.com

Stock Exchange Listing

Listed on the Australian Securities Exchange (ASX Code: BDM)

Auditors

KPMG Australia
235 St Georges Terrace
Perth WA 6000

Share Registry

Automic Share Registry
Level 5, 191 St Georges Terrace
Perth WA 6000

Telephone: 1300 288 664

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Directors' Report

The Directors of Burgundy Diamond Mines Limited ("BDM" or "the Company") present their report, together with the condensed consolidated interim financial statements of the consolidated entity consisting of Burgundy Diamond Mines Limited and its controlled entities for the half-year ended 30 June 2025 ("the Period").

It is recommended that the Directors' Report be read in conjunction with the annual financial statements for the year ended 31 December 2024 and considered together with any public announcement made by the Company during the Period and up to the date of this report.

Directors

The names and particulars of the Company's directors in office during the financial year and at the date of this report are as follows. Directors held office for this entire period unless otherwise stated.

Michael O'Keeffe	Chair
Jeremy King	Interim Chief Executive Officer and Director (appointed Interim Chief Executive Director on 24 April 2025 and previously appointed as non-executive director on 9 April 2024)
Kim Truter	Chief Executive Officer and Managing Director (Retired on 31 May 2025)
Marc Dorion	Non-Executive Director
Stephen Dennis	Non-Executive Director (appointed 30 January 2024, retired 14 January 2025)
Trey Jackson	Non-Executive Director
Anshul Gandhi	Non-Executive Director

Principal Activities

The principal activities during the financial period were the operation of the 100% owned world class Ekati diamond mine located in Canada's Northwest Territories, sale of rough diamonds through auctions held in Antwerp Belgium and sale of polished diamonds manufactured in Burgundy's cutting and polishing facility in Perth Australia.

Review of Operations

The focus of the Group during the period was to fully transition mining operations from Sable to Point Lake open pit. The transition to Point Lake has not proceeded without disruption to ore supply due to wet and muddy mining conditions hampering ore and waste removal during the first quarter of 2025. By the end of the first quarter of 2025 this had been dealt with and there was strong mining performance at Point Lake with ore tonnes mined significantly exceeding the ore tonnes mined in the first quarter of the year.

Misery production was also impacted by the cold winter conditions freezing the ore blanket and inhibiting free ore flow through the underground draw points during the first quarter of 2025. A campaign to increase production ring drilling, blast the frozen ore and increase underground haul capacity ensured Misery production was back on track by the end of the quarter. Production rates at Misery significantly improved in the second quarter of 2025, via improved mining techniques and equipment utilization

The Group also reached an agreement with a subsidiary of Macquarie Bank ("Macquarie") for a fuel offtake contract that provides a mechanism for the Group to better manage the levels of working capital and reduce seasonal volatility of its operating cash flows.

The comparable period discussed in review of operations is 1 January 2024 to 30 June 2024.

During the period, a total of 6.9 million tonnes of ore and waste were mined, up 25% from 2024 (2024: 5.5 million tonnes) due to higher waste mined at Point Lake partially offset by lower ore mined as Sable mining operations were substantially completed by end of 2024.

A total of 1.3 million tonnes of ore was processed through the process plant during the year down 34% from 2024 (2024: 2.0 million tonnes) as there was less ore mined in the period.

During the period, 1.6 million carats were recovered, down 33% from 2024 (2024: 2.4 million carats). Carats recovered were lower than previous period due to lower ore processed during the period and change in ore blend. The Group ended the period with 0.6 million carats in ending inventory down 58% versus ending inventory in 2024 (1.3 million carats). The ending inventory represents the normal work in progress and finished goods inventory based on the current sales cycle.

Sales and Marketing

During the period, the Group held five rough diamonds auctions in our Antwerp office. During the period, 2.1 million carats were sold, down 11% from 2024 (2024: 2.4 million carats) for total proceeds of \$125.2 million down 44% from 2024 (2024: \$223.7 million). Revenue was lower than prior period due to change in lower carats recovered during the period, change in ore blend, and the introduction of tariffs, 2024 included relatively higher value Sable in the ore blend which was replaced by Point Lake in 2025.

Diamond cutting and polishing operations in Perth, Australia were closed and focus placed on strategic partnerships with diamond manufacturers and traders, jewellers and luxury brands to maximize value.

Capturing incremental margins along the diamond value chain by leveraging collaborative sales agreements with international jewellers remains a key focus.

Corporate

Board and Executive Appointments

On 14 January 2025 Mr. Stephen Dennis (non-executive director) retired from the board.

On 31 May 2025, Mr. Kim Truter retired as the Chief Executive Officer and Mr. Jeremy King (non-executive director) was appointed as the Interim Chief Executive Officer effective 1 May 2025.

On 25 June 2025, Mr. Brad Baylis retired as the Chief Financial Officer and Company Secretary. Mr. Brent Mierau was appointed as the new Corporate Secretary with effect from 26 June 2025.

Issue of Unlisted Options

On 1 April 2025, the Company issued 23,168,750 unlisted options to senior executives including the Chief Executive Officer and Chief Financial Officer with exercise price of A\$0.0561. These options were issued as part of executive remuneration, but did not vest due to retirement of both these executives during 2025.

On 1 May 2025, the Company issued 5,000,000 unlisted options to the Interim Chief Executive Officer with exercise price of A\$0.10.

Results of Operations

The net loss of the Group for the period ended 30 June 2025 was \$29.5 million (period ended 30 June 2024: restated net profit of \$9.4 million). The net loss incurred during the period ended 30 June 2025, was due to significantly lower sales in the period and higher open pit mining costs. In addition, diamond inventories were written down by \$7.8 million during the period, of which \$6.2 million relates to rough diamond and \$1.6 million relates to polished diamond inventories.

Financial Position

The statement of cash flows shows a decrease in cash and cash equivalents for the period ended 30 June 2025 of \$18.2 million (period ended 30 June 2024: net decrease of \$37.3 million). During the period, the Group generated \$41.6 million from operating activities primarily from sales of rough diamonds and working capital related timing adjustments. Cash used in financing activities of \$23.1 million relates to proceed of \$39.2 million received as part of the fuel offtake financing of which \$15.2 million were repaid during the period, \$4.1 million of net financing received from a related party and \$5.0 million of principal lease payments. Cash used in investing activities of \$83.0 million mainly comprised of mainly of \$83.3 million on purchase of property, plant and equipment. As at 30 June 2025, the Group had funds of \$7.2 million (31 December 2024: \$25.1 million).

Dividends

No dividends have been paid or declared by the Company since the end of the previous financial period. No dividend will be paid in respect of the current financial period.

Significant Changes in the State of Affairs

There were no other significant changes in the state of affairs of the Group other than those described within the operating and corporate activities review during the period ended 30 June 2025.

Matters Subsequent to The Reporting Period

(i) Related Party Loan

Subsequent to period ended 30 June 2025, the Group obtained \$24.9 million in short-term financing at an 15% interest rate from a related party lender, being a company managed by a director of the Group. The loan was fully settled through the sale of diamond inventories to the related party lender.

(ii) Temporary suspension of open pit mining at Point Lake

On 18 July 2025, the Group announced a temporary suspension of open pit mining at Point Lake, mainly due to depressed diamond price environment which causes Point Lake operational results to be sub-economic. As a result, the Group laid off a portion of its workforce including employees and contractors that had been mobilized at Point Lake resulting in redundancy provision of approximately \$3.1 million.

Rounding

The Group is of a kind referred to in ASIC Corporations Instrument 2016/191 and, in accordance with that Class Instrument, amounts in the directors' report and financial report have been rounded to the nearest thousand dollars, unless otherwise stated.

Lead Auditor's Independence Declaration

The lead auditor's independence declaration under Section 307C of the Corporations Act 2001 for the half-year ended 30 June 2025 has been received and included within these condensed consolidated interim financial statements.



Michael O'Keeffe
Chair

29 August 2025

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Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Burgundy Diamond Mines Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Burgundy Diamond Mines Limited for the half-year ended 30 June 2025 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

John Ward

John Ward

Partner

Perth

29 August 2025

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Consolidated Statement of Profit or Loss and Other Comprehensive Income

(expressed in thousands of United States dollars)

	Note	Six month period ended 30 June 2025	Six month period ended 30 June 2024 (* Restated)
Revenue		125,165	223,714
Cost of sales*		(134,698)	(193,315)
Gross margin*		(9,533)	30,399
Other income		908	8,658
Selling and distribution expenses		(2,974)	(3,466)
General and administrative expenses		(7,270)	(13,040)
Other expenses		(3,046)	(3,345)
Operating (loss) profit*		(21,915)	19,206
Finance expenses		(8,910)	(16,225)
Finance income		1,674	3,119
Net finance costs		(7,236)	(13,106)
Foreign exchange loss		(24)	(844)
(Loss) profit before income taxes*		(29,175)	5,256
Current tax expense		(320)	(2,685)
Deferred tax recovery		—	6,779
Tax (expense) recovery		(320)	4,094
Net (loss) profit*		(29,495)	9,350
Other comprehensive income (loss)			
Items that will not be reclassified to profit or loss			
Re-measurement of defined benefit obligation		468	(669)
Other comprehensive income (loss) for the period, net of tax		468	(669)
Total comprehensive (loss) income attributable to the owners*		(29,027)	8,681
Profit (loss) per share for the period attributable to the owners:			
Basic earnings (loss) per share (cents)*	4	(2.07)	0.66
Diluted earnings (loss) per share (cents)*	4	(2.07)	0.66

The Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the notes to the consolidated financial statements.

*Refer to Note 14 - Prior Period Restatement.

Consolidated Statement of Financial Position

(expressed in thousands of United States dollars)

	Note	30 June 2025	31 December 2024 (* Restated)
ASSETS			
Non-current assets			
Property, plant and equipment		217,632	135,594
Other non-current assets		99,114	92,521
Total non-current assets		316,746	228,115
Current assets			
Tax receivable		9,872	11,221
Inventory and supplies	5	146,846	186,049
Other current assets		4,854	5,081
Trade and other receivables		4,163	6,178
Cash and cash equivalents		7,200	25,142
Total current assets		172,935	233,671
Total assets		489,681	461,786
EQUITY			
Contributed equity	7	200,607	200,607
Reserves		8,400	7,862
Accumulated losses*		(193,518)	(164,023)
Total equity*		15,489	44,446
LIABILITIES			
Non-current liabilities			
Loans and borrowings	8	—	73,834
Provision for make good		65	65
Deferred income		164	211
Royalty provision*		34,387	36,536
Lease obligations		4,695	7,603
Employee benefit plans	10	2,942	3,566
Reclamation provisions		245,783	229,224
Deferred tax liabilities		301	55
Total non-current liabilities*		288,337	351,094
Current liabilities			
Trade and other payables*		69,973	50,388
Loans and borrowings	8	77,927	—
Deferred income		94	94
Royalty provision*		4,298	4,298
Lease obligations		8,208	9,463
Employee benefit plans	10	1,629	2,003
Fuel offtake liability	9	23,726	—
Total current liabilities*		185,855	66,246
Total liabilities*		474,192	417,340
Total equity and liabilities		489,681	461,786

The Consolidated Statement of Financial Position should be read in conjunction with the notes to the consolidated financial statements.

*Refer to Note 14 - Prior Period Restatement.

Condensed Consolidated Statement of Changes in Equity

(expressed in thousands of United States dollars)

For the Half-Year Ended 30 June 2025

	Note	Issued Capital	Convertible Notes Reserve	Other Reserves	Accumulated Losses (* Restated)	Total
Balance at 1 July 2024*		200,607	4,384	1,901	(50,749)	156,143
Net loss for the period*		—	—	—	(113,274)	(113,274)
Re-measurement of defined benefit obligation		—	—	706	—	706
Total comprehensive loss for the period*		—	—	706	(113,274)	(112,568)
Transactions with owners of the Group:						
Share-based payments		—	—	871	—	871
Balance at 31 December 2024*		200,607	4,384	3,478	(164,023)	44,446
Net loss for the period		—	—	—	(29,495)	(29,495)
Re-measurement of defined benefit obligation		—	—	468	—	468
Total comprehensive income (loss) for the period		—	—	468	(29,495)	(29,027)
Transactions with owners of the Group:						
Share-based payments		—	—	70	—	70
Balance at 30 June 2025		200,607	4,384	4,016	(193,518)	15,489

The Consolidated Statement of Changes in Equity should be read in conjunction with the notes to the consolidated financial statements.

*Refer to Note 14 - Prior Period Restatement.

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Condensed Consolidated Statement of Cash Flows

(expressed in thousands of United States dollars)

	Note	Six month period ended 30 June 2025	Six month period ended 30 June 2024 (* Restated)
OPERATING			
Net (loss) profit*		(29,495)	9,350
Adjustments for			
Depreciation and amortisation		9,966	29,425
Deferred tax recovery		—	(6,779)
Current tax expense		320	2,685
Finance expenses		8,910	16,225
Finance income		(1,674)	—
Share-based compensation		(874)	2,149
Other non-cash items		(254)	(214)
Derecognition of contingent consideration		—	(7,500)
Drawdown of royalty provision*		(2,149)	(2,149)
Private royalties paid		—	(6,526)
Unrealised foreign exchange (gain) loss		(1,228)	1,300
Defined benefit plan contributions		(900)	(1,041)
Impairment losses on inventory		7,844	—
Interest paid		(4,352)	(8,939)
Interest received		506	—
Income tax refund (paid)		977	(25,963)
Change in non-cash operating working capital			
Accounts receivable		2,019	1,282
Inventory and supplies		29,784	3,108
Other current assets		227	(3,102)
Trade and other payables*		20,788	(6,643)
Employee benefit plans		1,233	(245)
Net cash from (used in) operating activities		41,648	(3,577)
INVESTING			
Purchase of property, plant and equipment		(83,347)	(26,826)
Decrease (Increase) in restricted cash		348	(2,229)
Net cash used in investing activities		(82,999)	(29,055)
FINANCING			
Proceeds from fuel offtake financing		39,194	—
Repayment of fuel offtake financing		(15,166)	—
Net cash from related party financing		4,093	—
Lease payments		(4,981)	(4,654)
Net cash from (used in) financing activities		23,140	(4,654)
Net decrease in cash and cash equivalents		(18,211)	(37,286)
Cash and cash equivalents, beginning of the period		25,142	94,426
Foreign exchange effect on cash balances		269	(194)
Cash and cash equivalents, end of the period		7,200	56,946

The Consolidated Statement of Cash Flow should be read in conjunction with the notes to the consolidated financial statements.

*Refer to Note 14 - Prior Period Restatement.

Notes to the Condensed Consolidated Interim Financial Statements

NOTE 1 REPORTING ENTITY

Reporting Entity

Burgundy Diamond Mines Limited ("Burgundy" or "the Company") is a company limited by shares and domiciled in Australia. Burgundy's registered office is located at Level 25, South32 Tower, 108 St Georges Terrace, Perth WA 6000, Australia. The condensed consolidated Interim financial statements of the Company as at and for the half-year ended 30 June 2025 comprise the Company and its subsidiaries ("the Group").

The Company's Canadian subsidiary Arctic Canadian Diamond Company ("ACDC") owns 100% of Ekati Diamond Mine, a producing diamond mine located in Canada's Northwest Territories. Ekati Diamond Mine consists of the Core Zone, which includes the primary mining operations and other kimberlite pipes, as well as the Buffer Zone, an adjacent area hosting kimberlite pipes having both development and exploration potential. The Company's Belgium subsidiary Arctic Canadian Diamond Marketing N.V. ("ACDM") is a marketing business responsible for management of the supply chain, sorting, preparation, marketing and sales of rough diamonds from Ekati Diamond Mine. The Company's Perth location focuses on cutting, polishing and sales of polished diamonds and was permanently closed by 30 June 2025.

NOTE 2 BASIS OF PRESENTATION

(a) Statement of compliance

The condensed consolidated interim financial statements for the half-year reporting period 30 June 2025 have been prepared in accordance with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 Interim Financial Reporting.

These condensed consolidated interim financial statements do not include all the notes of the type normally included within the annual financial report. Accordingly, this report should be read in conjunction with the annual report of the Group for the year ended 31 December 2024 and any public announcements made by Burgundy during the interim financial period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

(b) Going concern

These condensed consolidated interim financial statements have been prepared on a going concern basis that contemplates the continuity of business activities and the realisation of assets and extinguishment of liabilities in the normal course of operations at the amounts stated in the consolidated financial statements that will generate sufficient income and cash flows to repay obligations, finance operations and fund capital investments to sustain operations. During the period ended 30 June 2025, the Group incurred a net loss of \$29.5 million, generated cash flows of \$41.6 million from operating activities and has a working capital deficit of \$12.9 million. The Group also has \$111.3 million of contractual commitments that include quarterly surety cash collateralisation payments of \$10.6 million with the accumulated historical deferrals totalling to \$63.9 million by 30 June 2026 (see Note 12) and \$185.9 million of current liabilities due in the next 12 months.

Based on the current cash flow forecast, the Group is not expected to generate sufficient cash flows from operations to meet its obligations as they fall due over the next 12 months. This indicates the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. The Group is currently exploring various options to improve liquidity and address the forecasted cash shortfall as noted below:

- During June 2025, \$18.5 million of non-dilutive working capital loan was obtained from Related Party Lender (refer to Note 8(b)). The related party loan bears an interest rate of 15% per annum and was subsequently settled by sales of rough diamond inventories to the related party lender. Subsequent to period end, an additional \$24.9 million funds were received from the same Related Party Lender (refer to Note 13 (a)). The

Related Party Lender has indicated their intention to provide further financing on similar terms to be settled via sales of rough diamond inventories to the lender of up to \$75.0 million over the next 12 months. Although, the related party lender's intention to provide further financing is non-binding, the lender has demonstrated both their intention and capacity to support the Group's liquidity requirements, as evidenced by the funding provided since June 2025 and thereafter.

- On 18 July 2025, the Group announced a temporary suspension of open pit mining at Point Lake mainly due to depressed diamond prices which causes Point Lake operational results to be sub-economic. The Group temporarily laid off employees and reduced contractors that had been mobilized at Point Lake – (refer to Note 13 (b)). The temporary suspension of open pit mining will have a one-time cost impact mainly related to employee lay-off payments but will provide cost savings and preserve cash over the remainder of the year.
- In February 2025, the Group entered into a fuel offtake agreement with a subsidiary of Macquarie Bank Ltd ("Macquarie") to improve working capital management. As part of this agreement the Group makes monthly payments to Macquarie based on fuel consumption. This agreement allows the Group to better manage the levels of working capital and reduce seasonal volatility of its operating cash flows.
- Quarterly surety payments will be deferred if the Group is not able to maintain at least US\$30.0 million of cash at all times (in line with the terms of agreement to defer the payments without any default - refer to Note 12(b));
- The current liability of 2L Loan due in June 2026 being deferred to a later future date and/or re-financed. Negotiations are being held with 2L Lenders to move the quarterly cash interest payments of \$1.8 million per quarter to a Payment in Kind Model with interest payments being paid as a lump sum with the principal loan repayment.
- As needed, the Group is reducing development capital and exploration expenditures through postponing or pausing non-critical projects and deferring or cancelling discretionary spending.

In addition to the above noted measures, additional financing via debt or equity is required to continue operations and repay obligations as these become due. Management is actively engaged in discussions with new and existing lenders to secure additional financing.

Furthermore, the ability of the Group to continue as a going concern is subject to the following material uncertainties:

- Obtaining further funding in the form of debt or equity financing. While management is confident in its ability to raise the necessary funds, there is material uncertainty as to whether the required financing will be secured within the necessary timeframe and on acceptable terms.
- Price and production forecasts being met to enable the Group to generate sufficient cash from operations to meet its obligations in the next 12 months. The Group predominantly operates in an industry closely correlated with commodity prices. The commodity prices have an inherent risk of external market/price volatilities which are outside of the Group's control. The cashflow forecast is sensitive to these external factors. In the event that the price and production forecasts are not met, the current forecast funding shortfall can increase, requiring additional financing or additional cost rationalisation measures.
- The liability of 2L Loan due in June 2026 being deferred to a later future date and/or re-financed.
- The continued deferral of surety payments subject to the Group maintaining compliance with the contractual arrangements.

In order to continue as a going concern, the Group must generate sufficient income and cash flows to repay obligations, finance operations and fund capital investments to sustain operations. This will require the Group to generate funds from operations, and obtain support from lenders by obtaining new debt or equity financing and refinance existing debt obligations. There is no certainty that the Group will achieve the production and price forecasts, obtain additional debt or equity funding or receive the required support from its lenders.

The Directors believe that there are reasonable grounds to conclude the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the condensed

consolidated interim financial statements after consideration of the above. Notwithstanding this, as a result of the material uncertainties outlined above there is a material uncertainty as to whether the Group can continue to operate as a going concern in the period of 12 months from the date of the approval of the financial statements and be able to realise its assets and settle its liabilities at the amounts recorded in the financial statements.

(c) Basis of measurement

The consolidated financial statements have been prepared in accordance with the historical cost convention unless otherwise stated.

(d) New accounting standards issued but not yet effective

A number of new accounting standards and amendments to accounting standards are effective for annual periods on and after 1 January 2025 and early application is permitted. The Group has not early adopted any of the forthcoming new or amended accounting standards in preparing the consolidated financial statements.

Presentation and disclosure in financial statements (AASB 18)

In April 2024, AASB 18 was issued by the AASB introducing new requirements to help achieve comparability of the financial performance of similar entities. AASB 18 focuses on the income statement requiring new subtotals and the classification of income and expenses into operating, investing and financing categories as well as disclosure of management performance measures and guidance on grouping information in the financial statements. AASB 18 will replace AASB 101, Presentation of Financial Statements, retaining many of the general requirements of AASB 101. The new standard is effective for reporting periods beginning on 1 January 2027, applied retrospectively. The Company is currently assessing the impact of AASB 18 on its consolidated financial statements.

NOTE 3 SEGMENT INFORMATION**(a) Business segments**

The identification of operating segments by management is based on product areas in internal reports regularly examined by the Board of Directors. This process facilitates resource allocation and performance evaluation for each segment based on differences in products or services. The Group's reportable segments comprise Rough Diamond and Polished Diamond. The Rough Diamond segment encompasses mining, sales and marketing of rough diamonds. The Polished Diamond segment encompasses manufacturing, sales and marketing of polished diamonds.

The accounting policies of the reportable segments are the same as the Group's accounting policies as described in the previous financial year. Information regarding the Group's reportable segments is presented below.

			Total		
	Rough	Polished	Reportable	Unallocated	Total
<i>For the half-year ended 30 June 2025</i>	Diamond	Diamond	Segments	Amounts	
Revenue	124,631	1,774	126,405	—	126,405
Elimination of inter-segment	—	(1,240)	(1,240)	—	(1,240)
Segment revenue	124,631	534	125,165	—	125,165
Cost of sales					
Production cost of inventories	(123,081)	(1,928)	(125,009)	—	(125,009)
Depreciation and amortisation	(9,689)	—	(9,689)	—	(9,689)
Total cost of sales	(132,770)	(1,928)	(134,698)	—	(134,698)
Gross margin	(8,139)	(1,394)	(9,533)	—	(9,533)
Other income	626	6	632	276	908
Selling and distribution expenses ⁽ⁱ⁾	(1,576)	(428)	(2,004)	(970)	(2,974)
General and administration expenses ⁽ⁱ⁾	—	—	—	(7,270)	(7,270)
Other expenses	(3,046)	—	(3,046)	—	(3,046)
Operating profit (loss)	(12,135)	(1,816)	(13,951)	(7,964)	(21,915)
Finance expenses	(5,105)	—	(5,105)	(3,805)	(8,910)
Finance income	1,627	3	1,630	44	1,674
Foreign exchange gain (loss)	5,732	5	5,737	(5,761)	(24)
Segment profit (loss) before taxes	(9,881)	(1,808)	(11,689)	(17,486)	(29,175)
Tax recovery	(320)	—	(320)	—	(320)
Segment profit (loss) after taxes	(10,201)	(1,808)	(12,009)	(17,486)	(29,495)
Segmented assets as at 30 June 2025	481,421	2,024	483,445	6,236	489,681
Segmented liabilities as at 30 June 2025	395,439	423	395,862	78,330	474,192

(i) \$0.7 million of depreciation and amortisation are included in selling and distribution expenses and general and administrative expenses.

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(tabular amounts in thousands of United States dollars, except as otherwise noted)

<i>For the six month period ended 30 June 2024 (Restated)</i>	Rough Diamond	Polished Diamond	Total Reportable Segments	Unallocated Amounts	Total
Revenue	224,483	2,465	226,948	—	226,948
Elimination of inter-segment	(1,009)	(2,225)	(3,234)	—	(3,234)
Segment revenue	223,474	240	223,714	—	223,714
Cost of sales					
Production cost of inventories*	(164,276)	(226)	(164,502)	—	(164,502)
Depreciation and amortisation	(28,813)	—	(28,813)	—	(28,813)
Total cost of sales*	(193,089)	(226)	(193,315)	—	(193,315)
Gross margin*	30,385	14	30,399	—	30,399
Other income	1,049	—	1,049	7,609	8,658
Selling and distribution expenses ⁽ⁱ⁾	(2,006)	(281)	(2,287)	(1,179)	(3,466)
General and administration expenses ⁽ⁱ⁾	—	—	—	(13,040)	(13,040)
Other expenses	—	—	—	(3,345)	(3,345)
Operating profit (loss)*	29,428	(267)	29,161	(9,955)	19,206
Finance expenses	(6,217)	—	(6,217)	(10,008)	(16,225)
Finance income	3,071	15	3,086	33	3,119
Foreign exchange gain (loss)	(3,440)	397	(3,043)	2,199	(844)
Segment profit (loss) before taxes*	22,842	145	22,987	(17,731)	5,256
Tax expense	4,094	—	4,094	—	4,094
Segment profit (loss) after taxes*	26,936	145	27,081	(17,731)	9,350
Segmented assets as at 31 December 2024	447,529	8,478	456,007	5,779	461,786
Segmented liabilities as at 31 December 2024	338,275	594	338,869	78,471	417,340

*Refer to Note 14 - Prior Period Restatement.

(i) \$2.1 million in share-based compensation and \$0.6 million in depreciation and amortisation are included in selling and distribution expenses and in general and administrative expenses.

(b) Geographical information:

The geographical information analyses the Group's revenue and non-current assets by the Company's country of domicile and other countries. Revenues from external customers have been identified on the basis of the customer's geographical location and non-current assets are allocated based on their physical location.

	Revenue		Non-Current assets ⁽ⁱ⁾	
	30 June 2025	30 June 2024	30 June 2025	31 December 2024
Belgium	60,787	107,614	2,910	3,047
United Arab Emirates	39,926	83,523	—	—
India	13,604	17,673	—	—
Canada	5,851	655	241,998	134,830
Australia	57	32	—	376
Other	4,940	14,217	—	—
Consolidated	125,165	223,714	244,908	138,253

(i) Non-current assets exclude financial instruments such as reclamation deposits, restricted cash and environmental trust fund.

During the half-year ended 30 June 2025, \$15.4 million or 12% of the Group's revenues depended on a single customer in the Rough Diamond segment (half-year ended 30 June 2024, no external single customer accounted for 10% or more of the Group's revenue).

NOTE 4 EARNINGS PER SHARE

The following table reflects the net loss and share data used in the basic and diluted earnings per share calculations:

	Six month period ended 30 June 2025	Six month period ended 30 June 2024 (* Restated)
NUMERATOR:		
Net profit (loss) attributable to ordinary shareholders (\$000)*	(29,495)	9,350
DENOMINATOR:		
Number of ordinary shares outstanding at end of the period	1,421,701,987	1,421,332,274
Vested share options exercisable for no consideration	809,842	1,306,599
Effect of share options exercised	(22,522)	(84,228)
Effect of ordinary shares issued on conversion of convertible note	-	—
Weighted average number of ordinary shares outstanding during the period used to calculate basic and diluted loss per share	1,422,489,307	1,422,554,645
Basic earnings (loss) per share attributable to shareholders (cents)*	(2.07)	0.66

	Six month period ended 30 June 2025	Six month period ended 30 June 2024 (* Restated)
NUMERATOR:		
Net profit (loss) attributable to ordinary shareholders (\$000)*	(29,495)	9,350
DENOMINATOR:		
Weighted average number of ordinary shares outstanding during the period	1,422,489,307	1,422,554,645
Effects of dilution from:		
Future employee stock options under share based payment ⁽ⁱ⁾	—	533,358
Weighted average number of ordinary shares outstanding during the period adjusted for the effect of dilution ⁽ⁱⁱ⁾	1,422,489,307	1,423,088,003
Diluted earnings (loss) per share attributable to shareholders (cents)*	(2.07)	0.66

*Refer to Note 14 - Prior Period Restatement.

(i) A total of 54.3 million options were excluded from the dilution calculation for the year ended 30 June 2025 as they are anti-dilutive (a total of 27.4 million options were excluded from the dilution calculation for the half-year ended 30 June 2024). For the period ended 30 June 2025, all potentially dilutive securities have been excluded from the calculation of diluted earnings per share, given the Group was in a net loss position during that period and their effect would be anti-dilutive.

(ii) A total of 132.4 million common shares that would have been issued if the convertible notes were converted into common shares, were excluded from the dilution calculation for the half-year ended 30 June 2024 as they are anti-dilutive.

There have been no other transactions involving common shares or potential common shares between the reporting date and the date of completion of these financial statements.

NOTE 5 INVENTORY AND SUPPLIES

	30 June 2025	31 December 2024
Stockpile ore	4,415	925
Rough diamonds – work in progress	3,510	28,432
Rough diamonds – finished goods	24,927	26,874
Polished diamonds – finished goods	5,093	5,361
Supplies inventory	108,901	124,457
Total inventory and supplies	146,846	186,049

For the period ended 30 June 2025, inventories recognised in cost of sales were \$135.3 million (30 June 2024: \$190.1 million). During the period ended 30 June 2025, there were \$6.2 million diamond inventory write-downs in the Rough Diamond and \$1.6 million in the Polished Diamond segments.

NOTE 6 PROPERTY, PLANT AND EQUIPMENT - IMPAIRMENT ASSESSMENT

At 30 June 2025, management reviewed the carrying value of Rough Diamond CGU in light of changes in the life of mine ("LOM") and the temporary suspension of surface mining operations at Point Lake. In accordance with AASB 136 Impairment of Assets, an impairment assessment was performed to determine whether the change in LOM gave rise to any additional impairment losses or a reversal of previously recognised impairment. Based on this assessment, no further impairment was identified, nor was there evidence to support a reversal of the impairment previously recognised.

NOTE 7 CONTRIBUTED EQUITY

(a) Ordinary Shares

Ordinary share capital is classified as equity. The issued shares do not have a par value and there is no limit on the authorised share capital of the Company.

	30 June 2025		30 June 2024	
	No.	\$	No.	\$
Ordinary shares	1,421,701,987	200,607	1,421,634,421	200,607

(b) Movements in Ordinary Shares Issued

Half-year ended 30 June 2025	Number	\$
At 1 January 2025	1,421,634,421	200,607
Exercise of options	67,566	—
Balance at 30 June 2025 - fully paid	1,421,701,987	200,607

Year ended 31 December 2024	Number	\$
At 1 January 2024	1,421,205,230	200,607
Exercise of options	429,191	—
Balance at 31 December 2024 - fully paid	1,421,634,421	200,607

NOTE 8 LOANS AND BORROWINGS

	Currency	Year of Maturity	Nominal Interest rate	30 June 2025		31 December 2024	
				Face value	Carrying amount	Face value	Carrying amount
2nd Lien Credit Agreement ("2L Loan") ^(a)	US\$	2026	10%	73,834	73,834	73,834	73,834
Related Party Loan ^(b)	US\$	2025	15%	4,093	4,093	—	—
Total loans and borrowings				77,927	77,927	73,834	73,834
Less current portion					77,927		—
Non-current portion					—		73,834

(a) 2L Loan

The 2L Loan in principal amount of \$73.8 million has a maturity date of 30 June 2026. The loan bears an interest rate of 10% per annum payable in arrears on the last day of each quarter. During the period interest of \$3.7 million was paid on the 2L Loan (period ended 30 June 2024: \$3.7 million).

There are no financial covenants under the 2L Loan agreement. The affirmative non-financial covenants under the 2L Loan agreement as at 30 June 2025, relate to the disclosure of financial information and material events by

certain dues dates. All owned assets of Arctic Companies are pledged under the 2L Loan, except rough diamond inventories which were pledged to the Related Party Lender (Note 8(b)). Under the 2L Loan agreement, intercompany loans between the Arctic Companies and the parent entity must be unsecured loan, subordinated to the 2L Loan with maturity date after 30 June 2026. On 1 July 2023, 2L Loan holders were granted 149.6 million shares of Burgundy at A\$0.25 amounting to \$25.1 million (A\$37.4 million) and as such also own an equity stake in the Company.

As at 30 June 2025, the Group was in compliance with all affirmative non-financial covenants.

(b) Related Party Loan

As part of managing non-dilutive working capital financing, the Group received \$18.5 million in June 2025, from a company ("Related Party Lender") managed by a director of the Group bearing an interest rate of 15% per annum. Under the terms of this financing, the Group would settle the outstanding balance of the loan and interest payable through sales of diamond inventories to the Related Party Lender. The Group sold \$14.4 million of diamond inventories to the Related Party lender during June 2025 after which the outstanding loan payable as of 30 June 2025 was \$4.1 million that was fully settled subsequent to 30 June, 2025. In addition, subsequent to period ended 30 June 2025, the Group received an additional \$24.9 million from the Related Party Lender that was fully settled through the sale of diamond inventories to the related party lender (refer to Note 13 (a)).

The related party loan is secured by the rough diamond inventories of the Group. The 2L lenders provided a waiver to exempt such inventories from being pledged under the 2L agreement.

NOTE 9 FUEL OFFTAKE FINANCING

During February 2025, the Group entered into a fuel offtake financing agreement with a subsidiary of Macquarie Bank Ltd. ("Macquarie"). Through this new agreement, Macquarie provided \$39.2 million in financing to the Group in February 2025 which is secured by the underlying fuel inventory. The Group has made payments of \$15.2 million to Macquarie for fuel consumption during the period ended 30 June 2025. This agreement provides a mechanism that enables the Group to better manage the levels of working capital and reduce seasonal volatility of its operating cash outflows.

NOTE 10 EMPLOYEE BENEFITS

The employee benefit obligation reflected in the consolidated balance sheet is as follows:

	30 June 2025	31 December 2024
Defined benefit plan obligation	2,840	3,177
Defined contribution plan and other post-retirement plan obligation	255	544
RSU and DSU Plans ^(a)	1,476	1,848
Total employee benefit plan obligation	4,571	5,569
Less current portion	1,629	2,003
Non-current portion	2,942	3,566

(a) Restricted Share Unit ("RSU") and Deferred Share Unit ("DSU") Plans - cash settled

Grants under the RSU plans are on a discretionary basis to employees of the Group subject to Board of Directors' approval. Grants of RSU under the RSU Plan vest annually on the anniversary of the original grant date over the specified vesting period. The Group shall pay out cash on the respective vesting dates of RSUs equivalent to the number of RSUs vested at the fair market value of the RSUs. Fair market value is determined as the volume weighted average trading price ("VWAP") of the Common Shares on the Australian Stock Exchange for the five trading days immediately preceding the redemption date.

Grants under the DSU plans are on a discretionary basis to employees of the Group and its subsidiaries subject to Board of Directors' approval. Grants of DSU under the DSU Plan vest annually on the anniversary of the original grant date over the specified vesting period. Vested DSU grants are only exercisable on departure of the employee (e.g. retirement, resignation, death). The Group shall pay out cash on the respective vesting dates of DSUs equivalent to the number of DSUs vested at the fair market value of the DSUs. Fair market value is determined as

the VWAP of the Common Shares on the Australian Stock Exchange for the five trading days immediately preceding the redemption date.

The expenses related to RSUs and DSUs are accrued based on fair value, determined as at the date of grant. This expense is recognised as compensation expense over the vesting period. Until the liability is settled, the fair value of the RSUs and DSUs is remeasured at the end of each reporting period and at the date of settlement, with changes in fair value recognised as share-based compensation expense or recovery over the vesting period.

RSU and DSU Plans

RSU	Number of units	
	30 June 2025	31 December 2024
Opening balance	12,213,065	6,032,568
Awards and payouts during the year		
RSU awards	70,826,057	6,180,497
Forfeitures during the year	(4,668,888)	
Ending balance	78,370,234	12,213,065

DSU	Number of units	
	30 June 2025	31 December 2024
Opening balance	43,546,115	36,195,408
Awards and payouts during the year		
DSU awards	121,189,925	7,350,707
Forfeitures during the year	(19,397,279)	
Ending balance	145,338,761	43,546,115

The Group recognised a recovery of \$0.4 million for the period ended 30 June 2025 (period ended 30 June 2024: expense of \$1.6 million) in respect of the RSU and DSU plans. The total carrying amount of liabilities for RSU and DSU arrangements as at 30 June 2025 is \$1.5 million (31 December 2024: \$1.8 million).

NOTE 11 FINANCIAL INSTRUMENTS

The fair values of financial assets and liabilities, together with the carrying amounts shown in the consolidated statement of financial position are as follows:

	30 June 2025		31 December 2024 (*Restated)	
Financial assets at amortised cost	Fair value	Carrying value	Fair value	Carrying value
Cash and cash equivalents ⁽ⁱ⁾	7,200	7,200	25,142	25,142
Trade and other receivables ^{(i), (ii)}	1,381	1,381	3,336	3,336
Restricted cash ⁽ⁱ⁾	7,837	7,837	7,793	7,793
Financial assets at fair value				
Reclamation deposits	88,389	88,389	82,069	82,069
Total financial assets	104,807	104,807	118,340	118,340
Total current	8,581	8,581	28,478	28,478
Total non-current	96,226	96,226	89,862	89,862
Financial liabilities at amortised cost				
Trade and other payables ⁽ⁱ⁾	69,973	69,973	50,388	50,388
Loans and borrowings	77,927	77,927	73,834	73,834
Fuel offtake liability	23,726	23,726	—	—
Total financial liabilities*	171,626	171,626	124,222	124,222
Total current*	171,626	171,626	124,222	124,222
Total non-current*	—	—	—	—

*Refer to Note 14 - Prior Period Restatement.

(i) The fair value of these financial instruments approximates their carrying value due to the short term to maturity.

(ii) Excludes sales tax credits receivable.

All financial assets and liabilities measured at amortised cost are classified as Level 2 measurements.

(a) Measurement of fair valueReclamation deposits

Reclamation deposits is classified as Level 2 fair value measurement. The fair value of reclamation deposits was discounted by applying respective Government of Canada Benchmark Bond yields rate to respective deposits dependent on its year of maturity when the deposits are released for reclamation recovery.

Loans and borrowing

Loan and borrowings are classified as Level 2 fair value measurement.

As at 30 June 2025, fair value of loans and borrowings approximated their carrying values due to the short maturity period.

Fuel offtake liability

Fuel offtake liability is classified as Level 2 fair value measurement. As at 30 June 2025, fair value of Fuel offtake liability approximated carrying values due to the short maturity period.

During the year ended 30 June 2025 and period ended 31 December 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurement.

NOTE 12 COMMITMENTS

As at 30 June 2025, the Group had commitments that require the following minimum future payments, which were not accrued in the consolidated statement of financial position:

		Less than 1	Year	Year	After
Contractual Obligations	Total	year	2–3	4–5	5 years
Participation agreements commitments ^(a)	33,001	1,683	7,360	7,360	16,598
Environmental agreements commitments ^(b)	157,572	64,541	85,825	3,018	4,188
Surface and mineral licenses	7,807	1,465	1,116	903	4,323
Purchase commitments	33,631	33,631	—	—	—
Total contractual obligations	232,011	101,320	94,301	11,281	25,109

(a) Participation agreements

Ekati Diamond Mine has signed participation agreements with various aboriginal communities. Contractual obligations under these agreements amount to \$33.0 million and are expected to contribute to the social, economic and cultural well-being of these communities.

(b) Environmental commitments

To comply with environmental and other regulatory agreements, the Group has secured its reclamation obligations for the Ekati Diamond Mine through surety bonds and Letter of Credit ("LCs") for reclamation obligation for the Ekati Diamond Mine. These LCs were issued under the LC Facility and are fully cash collateralised at 100% of their face value. The LC Facility has a capacity of CDN\$20.0 million with CDN\$10.5 million utilised as at 30 June 2025 (CDN\$7.7 million as at 31 December 2024).

The Group signed a new surety bond agreement, in which the Group is required to make four quarterly payments of CDN\$14.5 million (US\$10.6 million) each to cash collateralise the surety bonds until 2027. These payments are contingent on maintaining a minimum cash balance of at least US\$30.0 million at all times. Additionally, while the bonds remain outstanding, Arctic Companies are prohibited from declaring or paying dividends or distributions without prior written consent from the surety providers. During 2025, the Group did not make any cash collateral payments.

		30 June 2025	31 December 2024
Surety bonds	CDN\$	190,740	193,490
	US\$ equivalent	139,808	134,471

(c) Contingent liabilities

In the ordinary course of business activities, the Group may be contingently liable for litigation and claims that arise due to the size, complexity and nature of the Group's operations. The outcome of such claims against the Group is not determinable at this time; however, their ultimate resolution is not expected to have a material adverse effect on the Group.

NOTE 13 MATTERS SUBSEQUENT TO THE REPORTING PERIOD**(a) Related Party Loan**

Subsequent to period ended 30 June 2025, the Group obtained \$24.9 million in short-term financing at an 15% interest rate from a related party lender, being a company managed by a director the Group. The loan was fully settled through the sale of diamond inventories to the related party lender.

(b) Temporary suspension of open pit mining at Point Lake

On 18 July 2025, the Group announced a temporary suspension of open pit mining at Point Lake, mainly due to depressed diamond price environment which causes Point Lake operational results to be sub-economic. As a result, the Group temporarily laid off some employees and reduced contractors that had been mobilized at Point Lake resulting in redundancy provision of approximately \$3.1 million.

NOTE 14 PRIOR PERIOD RESTATEMENT

During the half-year ended 30 June 2025, it was identified that a royalty agreement associated with the future production of diamonds from the Ekati Core tenements, forming part of the acquisition of the Arctic Companies on 1 July 2023, was incorrectly recognised as a financial liability at the date of acquisition ("Consideration Payable"). This financial liability was subsequently fair valued each reporting period based on changes in expected cash flows, resulting in a fair value adjustment being incorrectly recognised in the Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income. The actual royalty expense incurred each period was then recorded as a reduction to the consideration payable liability.

This future obligations under the royalty agreement should have instead been designated as a participating interest in the Ekati Core tenements held by the vendor. The fair value of the contractual arrangement at the 1 July 2023 acquisition date should have been recognised as a royalty obligation that unwinds as a reduction to cost of sales in the Condensed Consolidated Statement of Profit or loss and Other Comprehensive Income over the expected life of the Ekati Core tenement non-current assets. The royalty expense incurred each period under the royalty agreement is then recognised within cost of sales.

The fair value attributed to this royalty agreement in the business combination at 1 July 2023 of \$47.3 million was correct and remains unchanged.

The error has been corrected by restating each of the affected financial statement line items as at 31 December 2024 and for the half-year period ended 30 June 2024. The following tables summarise the impacts of the correction.

The correction of this error has no impact on net cash flows used in operating activities for the half year ended 30 June 2024, however, as the Group uses the indirect method of presenting these cash flows, certain reconciling items within the net cash flows used in operating activities have been restated

The impact of the error on the 31 December 2023 Condensed Consolidated Statement of Financial Position was to derecognise the Consideration Payable of \$36.8 million and recognise:

- a royalty obligation of \$45.1 million;
- an accrued royalty payable of \$3.3 million within Trade and other payables;
- a decrease in deferred tax liabilities of \$3.1 million; and
- an increase in Accumulated Losses of \$8.5 million.

The following tables summarise the impacts on the Group's consolidated financial statements:

(i) Consolidated statement of financial position:

December 31, 2024	Impact of error correction		
	As previously reported	Adjustments	As restated
Consideration payable - current	(6,280)	6,280	—
Trade and other payables	—	(1,968)	(1,968)
Provision for royalties - current	—	(4,298)	(4,298)
Total current liabilities	(66,260)	14	(66,246)
Consideration payable – non-current	(18,927)	18,927	—
Provision for royalties – non-current	—	(36,536)	(36,536)
Total non-current liabilities	(333,485)	(17,609)	(351,094)
Total liabilities	(399,745)	(17,595)	(417,340)
Accumulated losses	146,428	17,595	164,023
Net assets/ total equity	(62,041)	17,595	(44,446)

(ii) Consolidated statement of profit or loss and other comprehensive income:

Six months ended - 30 June 2024	Impact of error correction		
	As previously reported	Adjustments	As restated
Cost of sales	(190,124)	(3,191)	(193,315)
Gross margin	33,590	(3,191)	30,399
Operating (loss)/profit	22,397	(3,191)	19,206
Fair value adjustment on consideration payable	(2,458)	2,458	—
(Loss)/profit before income taxes	5,989	(733)	5,256
Net (loss)/profit	10,083	(733)	9,350
Total comprehensive income	9,414	(733)	8,681

(iii) Consolidated statement of cash flows

Six months ended - 30 June 2024	Impact of correction of error		
	As previously reported	Adjustments	As restated
Net loss	10,083	(733)	9,350
Drawdown of royalty provision	—	(2,149)	(2,149)
Fair value adjustment on consideration payable	2,458	(2,458)	—
Changes in non-cash operating working capital:			
Trade and other payables	(11,983)	5,340	(6,643)
Other items – not impacted by error correction	(4,135)	—	(4,135)
Net cash used in operating activities	(3,577)	—	(3,577)

There is no material impact on the Group's basic or diluted loss per share for the six months ended 30 June 2024.

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Directors' Declaration

In the opinion of the directors of Burgundy Diamond Mines Limited (the "Company"):

1. a) the condensed consolidated interim financial statements and notes that are set out on pages 7 to 23 are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the financial half-year ended on that date; and
 - (ii) complying with Australian Accounting Standards AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors

Dated on 29th of August 2025



Michael O'Keeffe
Chair

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Independent Auditor's Review Report

To the shareholders of Burgundy Diamond Mines Limited

Conclusion

We have reviewed the accompanying **Condensed Half-year Financial Report** of Burgundy Diamond Mines Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Condensed Half-year Financial Report of Burgundy Diamond Mines Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 30 June 2025 and of its performance for the Half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Condensed Half-year Financial Report** comprises:

- Condensed consolidated statement of financial position as at 30 June 2025
- Condensed consolidated statement of profit or loss and other comprehensive income, Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the Half-year ended on that date
- Notes 1 to 14 including selected explanatory notes
- The Directors' Declaration.

The **Group** comprises Burgundy Diamond Mines Limited (the Company) and the entities it controlled at the Half-year's end or from time to time during the Half-year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Condensed Half-year Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Material uncertainty related to going concern

We draw attention to Note 2(b), "Going concern" in the Condensed Half-year Financial Report. The events or conditions disclosed in Note 2(b), indicate a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, whether it will

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realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the Condensed Half-year Financial Report. Our conclusion is not modified in respect of this matter.

Emphasis of matter – restatement of comparative balances

We draw attention to Note 14 to the Condensed Half-year Financial Report, which states that amounts reported in the previously issued 30 June 2024 Condensed Half-year Financial Report and 31 December 2024 Annual Financial Report have been restated and disclosed as comparatives in this Condensed Half-year Financial Report. Our conclusion is not modified in respect of this matter.

Responsibilities of the Directors for the Condensed Half-year Financial Report

The Directors of the Company are responsible for:

- the preparation of the Condensed Half-year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Condensed Half-year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Condensed Half-year Financial Report

Our responsibility is to express a conclusion on the Condensed Half-year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Condensed Half-year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2025 and its performance for the Half-year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Condensed Half-year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG

KPMG

John Ward

John Ward

Partner

Perth

29 August 2025