

BOTSWANA DIAMONDS PLC

Corporate Presentation – July 2020



BOTSWANA
DIAMONDS PLC

DISCLAIMER

This document is personal to the recipient and has been prepared and issued by Botswana Diamonds plc (the **Company**) For the purposes of this notice, the presentation that follows (the **Presentation**) shall mean and include the slides that follow, the oral presentation of the slides by the Company, the question-and-answer session that follows that presentation, hard copies of this document and any materials distributed at, or in connection with, that presentation.

This Presentation has not been independently verified. The Presentation is for information purposes only and does not purport to contain all information that a prospective investor may require. No reliance may be placed for any purposes whatsoever on the information contained in this Presentation or on its completeness, accuracy or fairness. No representation or warranty, express or implied, is given by or on behalf of the Company or any of such persons' directors, officers, advisers, agents or employees or any other person as to the accuracy or completeness of the information or opinions contained in this Presentation and, to the extent permitted by law, no liability whatsoever (in negligence or otherwise) is accepted by the Company, or any of such persons' directors, officers, advisers, agents or employees or any other person for any loss, howsoever arising, directly or indirectly, from any use of such information or opinions or otherwise arising in connection therewith. In particular, no representation or warranty is given as to the achievement or reasonableness of, and no reliance should be placed on any projections, targets, estimates or forecasts contained in this Presentation and nothing in this Presentation is or should be relied on as a promise or representation as to the future. The information and opinions set out herein may be subject to updating, completion, revision, verification and amendment and such information may change materially. In furnishing this Presentation, the Company does not undertake any obligation to provide any additional information or to update or keep current the information in this Presentation or to correct any inaccuracies in, or omissions from, this Presentation which may become apparent.

This Presentation should not be considered as the giving of investment advice by the Company or any of its shareholders, directors, officers, agents, employees or advisors. Each party to whom this Presentation is made available must make its own independent assessment of the Company after making such investigations and taking such advice as may be deemed necessary.

Some statements contained in this Presentation or in documents referred to in it are or may be "forward-looking statements" or "forward-looking information" (as such terms are understood under applicable securities laws) (**forward-looking statements**), including, but not limited to, statements as to future operating results, work plans and potential acquisitions and contracts. The forward-looking statements include statements typically containing the words "intends", "expects", "anticipates", "targets", "plans", "estimates" and words of similar import. These forward-looking statements speak only as at the date of this Presentation. These statements are based on current expectations and beliefs and, by their nature, are subject to a number of known and unknown risks, uncertainties and assumptions that could cause actual results, performances and achievements of the Company and its subsidiaries to differ. The forward-looking statements are based on numerous assumptions regarding the Company's present and future business, strategies and interests and the environments in which the Company may operate in the future and such assumptions may or may not prove to be correct. No one undertakes to update or revise such forward-looking statements. Nothing in this Presentation or in documents referred to in it should be considered as a profit forecast. All expressions of opinion and belief contained in the Presentation are opinions and beliefs held by the Company at the date of the Presentation. Material factors that could affect the Company's future results and could cause results to differ materially from those expressed in any forward-looking statements in this Presentation can be found in the Company's 2014 annual report, available at <http://www.botswanadiamonds.co.uk/res/file/BotswanaAR2012.pdf>.

Accordingly, recipients of this Presentation are advised not to place undue reliance on the forward-looking statements contained in this Presentation.

Past performance cannot be relied on as a guide to future performance.

This Presentation does not constitute, or form part of or contain any offer or invitation to sell or issue, or any offer to subscribe for, underwrite or otherwise acquire, or dispose of, any securities in the Company in any jurisdiction in which such offer or sale would be unlawful prior to registration, exemption from registration or qualification under the securities laws of any jurisdiction.

This Presentation is directed at, and is only for distribution to, persons in member states of the European Economic Area who are "qualified investors" within the meaning of Article 2(1)(e) of the European Prospectus Directive 2003/71/EC (or who are persons to whom it may otherwise be lawfully communicated). No offer of securities in the Company is being or will be made in the United Kingdom in circumstances which would require such a prospectus to be prepared.

This Presentation is intended for distribution in the United Kingdom only to: (i) persons who have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the Order); or (ii) persons falling within Article 49(2)(a) to (d) of the Order (high net worth companies, unincorporated associations etc) or to those persons to whom it can otherwise lawfully be distributed (all such persons together being referred to as Relevant Persons). This Presentation must not be acted upon by persons who are not Relevant Persons. Any recipient of this Presentation who is not a Relevant Person should return it immediately, not attend the presentation and take no other action.

The distribution of this Presentation in jurisdictions other than the United Kingdom may be restricted by law and persons into whose possession this document comes should inform themselves about, and observe, any restrictions. In particular, neither this Presentation nor any copy of it may be taken or transmitted or distributed or redistributed (directly or indirectly) in the United States, Japan or Australia. Any failure to comply with this restriction may constitute a violation of United States, Japanese or Australian laws.



BOTSWANA DIAMONDS PLC

At a glance

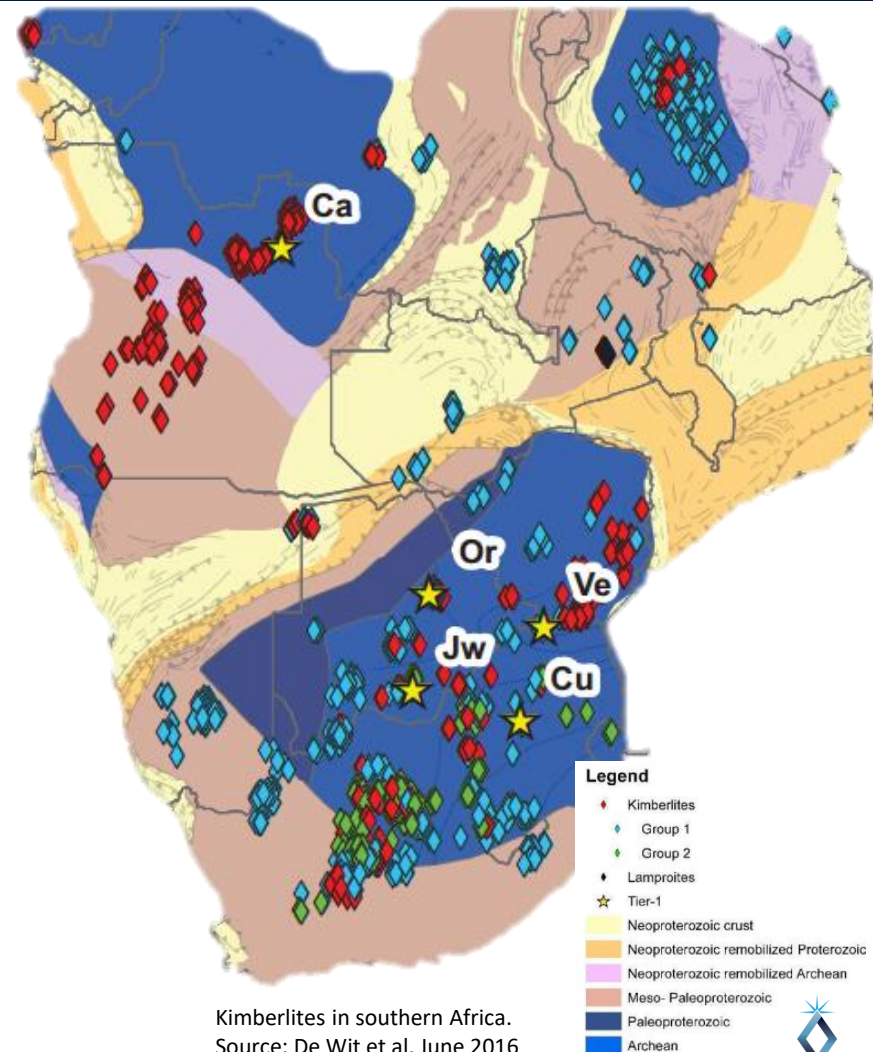
AIM: BOD, BSE: BOD	—————	Diamond explorer listed in London & Botswana
TECHNOLOGY	—————	Using advanced exploration technology
EXPERIENCED MANAGEMENT	—————	Good history. Discovered AK6/Karowe Mine in Botswana: African Diamonds plc returned 25x investment
VISION <i>Balanced project pipeline</i>	—————	Development of quality , advanced, primary diamond projects close to current or historical diamond mines.
BEST ADDRESS <i>Kaapvaal Craton</i>	—————	Botswana: ‘ <i>The Switzerland of Africa</i> ’ South Africa: under explored but with strong infrastructure Zimbabwe: under explored, opened up for business
PARTNERSHIPS <i>Risk sharing</i>	—————	Botswana: BCL/Maibwe South Africa: Vutomi Mining Pty Ltd Zimbabwe: Vast Resources plc



HIGHLIGHTS

Focus areas for 2020

- Botswana
 - Detailed review of KX36 resource to plan focused bulk sampling to **optimise diamond grade & value**
 - Assess innovative mining techniques to **improve capex and opex** estimates for KX36
 - **Target new discoveries** using the Sekaka database
 - **Drill high-grade targets** on Sunland's ground in the Kalahari
 - **Restart** Maibwe
- South Africa:
 - **Drill targets** identified by Subterrane which could be kimberlite pipes on Thorny River
 - **Further drilling** to define kimberlite size on Marsfontein
 - **Bulk sample** the Marsfontein gravels
- Zimbabwe:
 - Progress with Vast's concession on the **Marange diamond fields**
 - **Conclude licensing** process on targets in the NW of the country



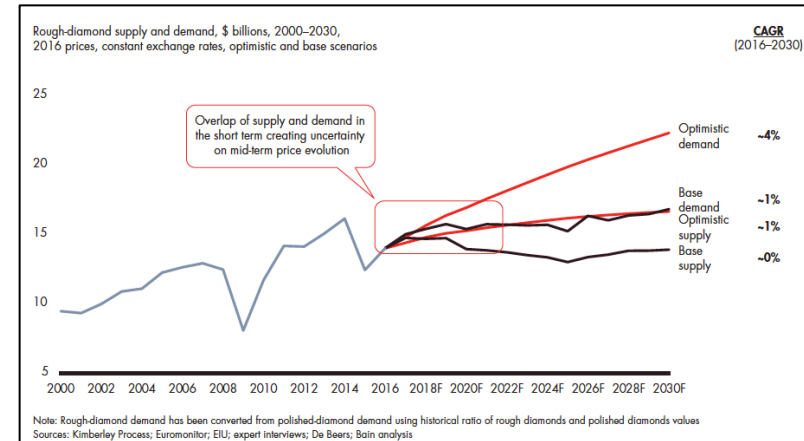
Kimberlites in southern Africa.
Source: De Wit et al, June 2016



WHY DIAMONDS?

Positive industry fundamentals

- **Positive long-term outlook:** dwindling supply of natural diamonds due to depletion of existing mines & minimal new commercial discoveries (only Luaxe, Angola)
- **Short-term pressure** on demand & rough pricing due to the Covid-19 Pandemic but a strong rebound is expected
- The **global portfolio of diamond mines will shrink** from over 50 commercial mines today to c.14 by 2040. Production in carat volume will fall from 145 million carats to c.60 million carats
- **US expected to continue to lead demand** for diamond jewellery with real GDP growth between 2 and 3%
- **China and India are the major growth centres**
- **Lab Grown Diamonds ('LGD')** prices are falling and will continue to fall. Over time it is believed that consumers will view LGD's as fashion jewellery



EXPLORATION IN BOTSWANA

World's best address for diamond investment

- Botswana is the **Switzerland of Africa** a stable, wealthy democracy
 - **World's largest diamond producer** (by value) with world-leading diamond mines: Orapa, Letlhakane, Jwaneng, Damtshaa and Karowe
- Sekaka Diamonds: **recently announced acquisition**
 - High grade KX36 diamond discovery
 - Two adjacent Prospecting Licences
 - A fit for purpose bulk sampling plant
 - An extensive diamond exploration database
- Sunland Minerals: Ten licenses in the Kalahari
 - **Four drill ready targets**. Planning to drill in 2020
- Maibwe JV: Ten licenses in the Kalahari
 - A 2015 drilling programme **discovered kimberlites containing significant quantities of microdiamonds**
 - The majority partner which is in liquidation is expected to be sold. This may release the logjam



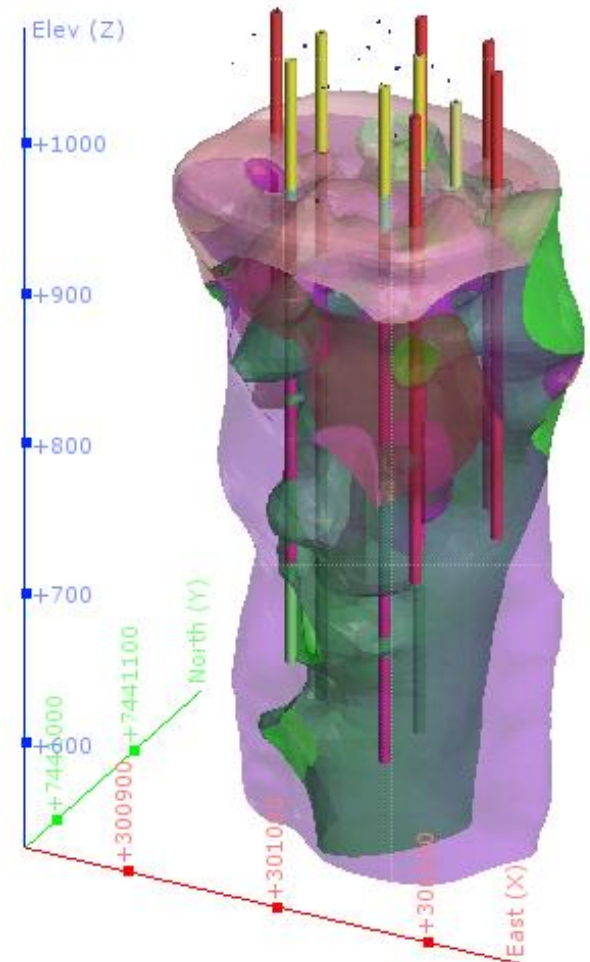
Source: Brook 2012 on 11KC Website



SEKAKA DIAMONDS

Recently announced transformatory acquisition

- KX36 a **3.5 Ha kimberlite** in the Kalahari
 - Indicated Resource of 17.9M tons @ 35 cpht*
 - Inferred Resource of 6.7M tons @ 36 cpht*
 - Modelled grade range of 57 – 76 cpht*
 - Diamond value of \$65/ct with modelled upside to \$107/ct*
- Fit for purpose **bulk sampling plant** including crushing, screening, scrubbing, Dense Media Separation & X-Ray recovery
- Extensive **exploration database** with 15-years of data
- Work programme:
 - Detailed review of the resource to plan focused bulk sampling to **optimise diamond grade and value**
 - Review of innovative mining techniques to **improve capex and opex estimates**
 - **Target new discoveries** using the Sekaka database

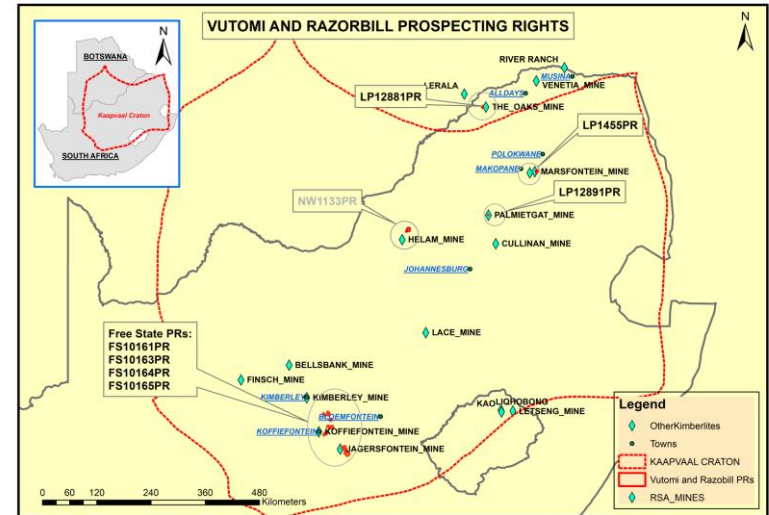


KX36 kimberlite mode, image courtesy of Petra Diamonds

EXPLORATION IN SOUTH AFRICA

Long history of diamond production

- South Africa: long history of strong diamond production since 1870
- Thorny River: an extension of the **Klipspringer & Marsfontein Mine** kimberlite dyke/pipe system
 - **Drill targets** identified by technology partner Subterrane which could be kimberlite pipes on Thorny River
 - **Drilling on Marsfontein** intersected kimberlite & bulk sampling produced modelled grades of 50 cpht (+1.5mm). **Further drilling planned to define kimberlite size**
 - Received **positive report on the Marsfontein gravels**, bulk sampling planned
 - Estimated 1.2–2.1 M tons to 100 m and **in-situ value of \$60-140/ton** on the kimberlite dyke complex outlined so far
- Other projects all diamondiferous kimberlite pipes:
 - Free State: **eight pipes**, next step is drilling.
 - Palmietgat **three pipes**, potential for royalty mining
 - Mooikloof: **pipe, potential for more**, desktop study



+11 Diamond Sieve



+9 Diamond Sieve

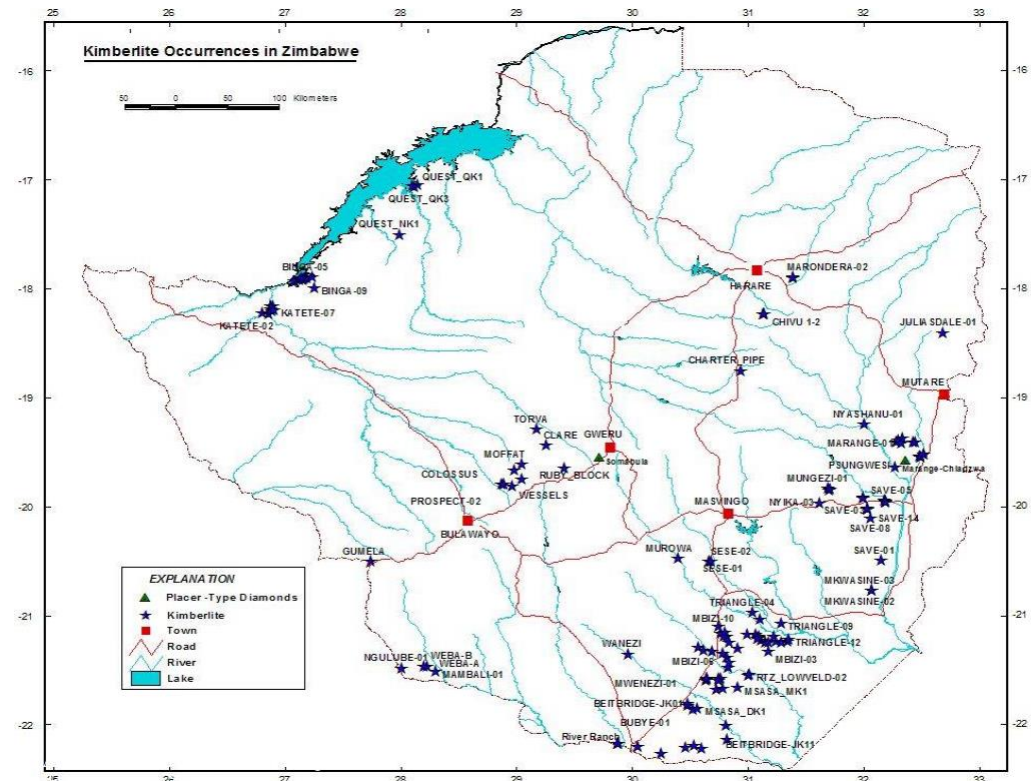
Thorny River diamonds



EXPLORATION IN ZIMBABWE

Open for business

- Zimbabwe:
 - History of diamond production at River Ranch, Murowa and contains the **prolific Marange Diamond Field**
- Vast Resources plc:
 - **MoU signed with Vast** to develop Zimbabwe's diamond potential
 - BOD has an SPV with Vast to develop a concession in the **Marange Diamond Fields**
- Applied for our own **kimberlite concessions** in the North West of the country



COMPANY SUMMARY

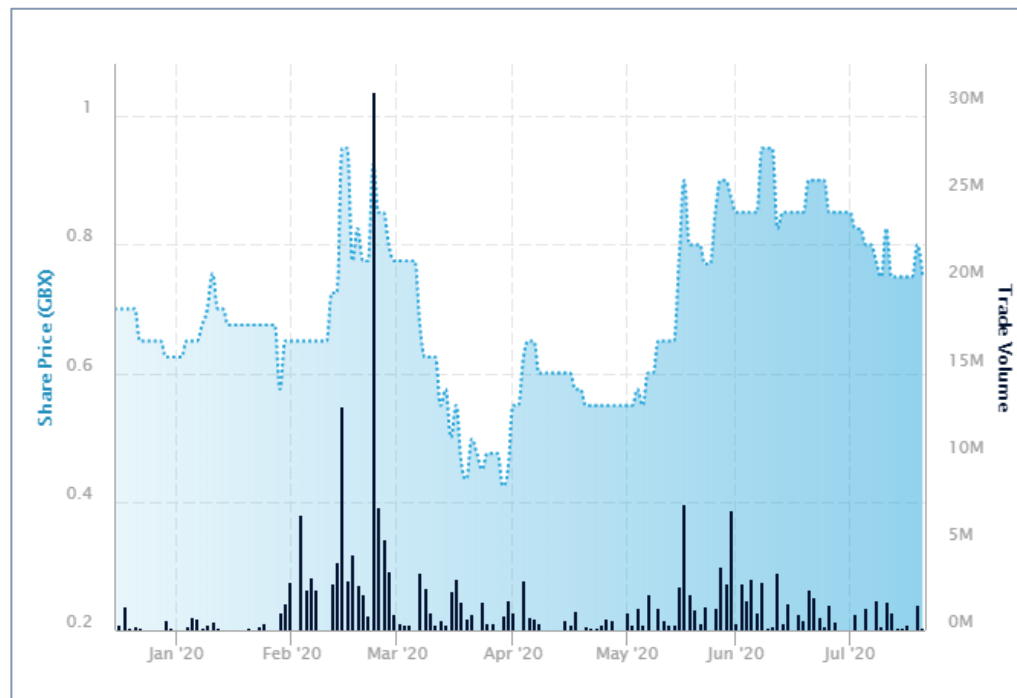
Key Facts

CORPORATE INFORMATION

Exchanges	AIM (LSE) /BSE
Ticker	BOD
Shares in Issue	671 M
Market Cap	£5.03 M
Share Price	0.80 p (22 nd July 2020)

SIGNIFICANT SHAREHOLDERS

	% Holding
Pershing International Nom	15.1
John Teeling	8.1
HSBC Global Nominees	5.2
James Finn	4.4
Bank of New York Nominees Ltd	3.9
SVS (Nominees) Ltd	3.6
Bank of New York Nominees	3.3
Interactive Investor Service Nom	3.2



COMPANY SUMMARY

Management Team



John
Teeling

—
**Executive
Chairman**

—
Founder of a number of listed resource companies, including African Diamonds. Corporate transactions in recent years have returned US\$250M to shareholders. Holds a doctorate in business from Harvard Business School as well as an MBA from Wharton.



James
Campbell

—
**Managing
Director**

—
Has been Managing Director of Rockwell Diamonds and African Diamonds. Prior to these appointments he was a General Manager with De Beers. Holds degrees in Mining & Exploration geology and an MBA.



James
Finn

—
**Finance
Director**

—
20 years' African resource company experience; director of a number of resource and industrial ventures. Has led the listing procedure for ten AIM companies. Holds a degree in business and has an accounting qualification.



David
Horgan

—
Director

—
Former director of African Diamonds. Holds a Law degree from Cambridge and an MBA from Harvard; 20 years of exploration experience in Africa and South America.



Robert
Bouquet

—
**Commercial
Director**

—
20 years' experience in diamond industry; 15 with De Beers/Rio Tinto Diamonds in a variety of strategic and commercial roles.



Anne
McFarland

—
Director

—
Has worked in finance, commodity trading and manufacturing with Glencore, BP and Russian conglomerates. Fluent in Russian. Holds a degree in classics and is a chartered accountant.



BOTSWANA DIAMONDS PLC

Upside

- The **only diamond explorer active on all three major countries on the highly prospective Kaapvaal Craton** of southern Africa.
- Botswana
 - **Resource upside** on the KX36 diamond discovery
 - Second most **comprehensive diamond database** in Botswana, potential for new discoveries
 - **Drilling** of high grade Sunland anomalies
- South Africa
 - Using **innovative** exploration techniques in the pursuit of another Marsfontein
 - **Drilling** of diamondiferous kimberlite pipes in the Free State
- Zimbabwe
 - Brown fields exploration on kimberlites last looked at **over 30-years ago**
 - New concessions



Exploration drilling at Thorny River



BOTSWANA DIAMONDS PLC

Corporate Presentation – July 2020



162 Clontarf Road

Clontarf

Dublin 3

Ph: +353 1833 2833

Web: www.botswanadiamonds.co.uk

Email: info@botswanadiamonds.co.uk

Social Media:

<https://twitter.com/BotswanaDiamond>

<https://www.facebook.com/BotswanaDiamondsPLC/>

<https://www.linkedin.com/company/botswana-diamonds-plc/>