July 15, 2026

ASX Announcement

Arctic Canadian Diamond Company Limited Receivership

Calgary, Alberta – **Burgundy Diamond Mines Limited (ASX:BDM) (Burgundy** or **the Company)** advises that the sales and investment solicitation process conducted during the Companies' Creditors Arrangement Act (**CCAA**) proceedings in respect of its wholly owned subsidiary, Arctic Canadian Diamond Company Limited (**Arctic Canadian**), has concluded. Arctic Canadian is the owner and operator of the Ekati Diamond Mine.

The process included outreach to a broad range of potential investors and counterparties. No letter of intent or proposed transaction capable of providing the funding required to continue operations was received.

In the absence of fresh investment or continued lender support, and given Arctic Canadian's ongoing negative cash flow, Arctic Canadian had no available funding pathway to maintain operations.

On 14 July 2026 the Government of the Northwest Territories applied to the Supreme Court of British Columbia for the appointment of a receiver over Arctic Canadian. The Court granted the application and appointed a receiver.

Burgundy CEO Jeremy King commented:

> "This is a deeply disappointing outcome for Ekati's workforce, Burgundy's stakeholders and communities across the Northwest Territories. Ekati has made an extraordinary contribution to the Territory for more than 25 years as a major private-sector employer and through its longstanding relationships with Indigenous communities and local businesses.
>
> Despite an extensive process to identify new investment or a transaction, no viable proposal was received.
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> I wish to acknowledge the professionalism, commitment and resilience of the Arctic Canadian leadership team and workforce throughout an exceptionally difficult period, and thank our senior secured lender, CEEFC, and the Government of the Northwest Territories for their support."

Following the appointment of the receiver, the Board of Burgundy will assess the implications for the Company, including Burgundy's obligations as guarantor under the Large Enterprise Tariff Loan facility provided to Arctic Canadian, and consider all available strategic options.

Burgundy will provide further updates in accordance with its continuous disclosure obligations.

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This announcement was authorised for release by the Board of Burgundy Diamond Mines Limited.

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About Burgundy Diamond Mines Limited

Burgundy Diamond Mines is a premier, independent, diamond company focused on the mining and production of diamonds. Burgundy's strategic approach involves building a balanced portfolio of diamond projects located in favourable jurisdictions, including the globally ranked Canadian mining asset Ekati. Burgundy's mine to market business model ensures total chain of custody and provides traceability along every step of the process, safeguarding the ethical production of the diamonds from mine to point of sale. Founded in Perth, Western Australia, Burgundy is led by a world-class management team and Board, combining global expertise with a commitment to sustainable and responsible diamond operations.

Caution regarding Forward Looking Information

This document may contain forward looking statements concerning Burgundy Diamond Mines Limited. Forward looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements in this document are based on Burgundy's beliefs, opinions and estimates as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions or estimates should change or to reflect other future developments.

Estimates of Mineral Resources and Ore Reserves are prepared objectively and reviewed by Competent Persons as outlined in Life of Mine Update announcement release on July 31st, 2025.