



Update Summary

Entity name

BURGUNDY DIAMOND MINES LIMITED

Announcement Type

Update to previous announcement

Date of this announcement

26/7/2021

Reason for update to a previous announcement

The Company received an additional commitment of 0.5 million to the convertible note issue as announced to ASX on 26 July 2021 - (total now 35.0 million)

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

BURGUNDY DIAMOND MINES LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

If the +securities are being offered under a +disclosure document or +PDS and are intended to be quoted on ASX, we also apply for quotation of all of the +securities that may be issued under the +disclosure document or +PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of +securities issued under the +disclosure document or +PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

1.2 Registered Number Type

ABN

Registration Number

33160017390

1.3 ASX issuer code

BDM

1.4 The announcement is☒ Update/amendment to previous announcement**1.4a Reason for update to a previous announcement**

The Company received an additional commitment of 0.5 million to the convertible note issue as announced to ASX on 26 July 2021 - (total now 35.0 million)

1.4b Date of previous announcement to this update

26/7/2021

1.5 Date of this announcement

26/7/2021

1.6 The Proposed issue is:☒ A placement or other type of issue



Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?

☒ Yes

7A.1a Conditions

| Approval/Condition | Date for determination | Is the date estimated or actual? | ** Approval received/condition met? |
|---------------------------|------------------------|---|-------------------------------------|
| +Security holder approval | 15/9/2021 | <input checked="" type="checkbox"/> Estimated | Yes |

Comments

Shareholder approval required for 35m Convertible Notes

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ No

Details of +securities proposed to be issued

ASX +security code and description

BDM : ORDINARY FULLY PAID

Number of +securities proposed to be issued

132,575,758

Reason for the update of 'Number of +securities proposed to be issued'

As announced to ASX on 26 July 2021, the Company received an additional commitment of A\$0.5 million to the convertible note issue (total now A\$35m)

Offer price details

Are the +securities proposed to be issued being issued for a cash



consideration?

☒ Yes

In what currency is the cash consideration being paid?

AUD - Australian Dollar

What is the issue price per +security?

AUD 0.26400

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes

Part 7C - Timetable

7C.1 Proposed +issue date

29/12/2023

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?

☒ Yes

7D.1a Date of meeting or proposed meeting to approve the issue under listing rule 7.1

15/9/2021

7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?

☒ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?

☒ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?

☒ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?

☒ Yes



7E.1a Who is the lead manager/broker?

Euroz Hartleys and Aitken Murray Capital Partners are joint Lead Managers

7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Commission of 3% on the placement shares (the subject of the previous Appendix 3B lodged 26/07/2021) and 2% on the convertible notes. In addition, the Company will issue 10 million options exercisable at a 50% premium to the placement price (\$0.36), subject to shareholder approval.

7E.2 Is the proposed issue to be underwritten?

☒ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Part 7F - Further Information

7F.01 The purpose(s) for which the entity is issuing the securities

To progress development of BDM's international portfolio of diamond projects including bringing the Ellendale Diamond Project into production in 2022, and progress plans to produce cashflow from diamond cutting, polishing and sales of diamonds.

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

☒ No

7F.2 Any other information the entity wishes to provide about the proposed issue

7F.3 Any on-sale of the +securities proposed to be issued within 12 months of their date of issue will comply with the secondary sale provisions in sections 707(3) and 1012C(6) of the Corporations Act by virtue of:

☒ The publication of a cleansing notice under section 708A(5), 708AA(2)(f), 1012DA(5) or 1012DAA(2)(f)