Management's Discussion & Analysis

For the Three and Six Months Ended June 30, 2026

The following discussion and analysis is prepared by the Company's management ("**Management**") as of August 6, 2026 and should be read in conjunction with the unaudited condensed interim consolidated financial statements for Star Diamond Corporation ("**Star Diamond**", or the "**Company**") for the three and six months ended June 30, 2026 (the "**Interim Financial Statements**"), as well as the audited consolidated financial statements of the Company for the years ended December 31, 2025 and 2024 (the "**2025 Annual Financial Statements**"), in each case available on SEDAR+ at www.sedarplus.ca. The Company prepared the Interim Financial Statements in accordance with IAS 34 *Interim Financial Reporting* using accounting policies consistent with the IFRS Accounting Standards ("**IFRS**") issued by the International Accounting Standards Board ("**IASB**"). All currency amounts are quoted in thousands of Canadian Dollars, except per share amounts or as otherwise noted.

Corporate Information

Star Diamond was incorporated under the *Canada Business Corporations Act* on April 29, 1985 and its shares are publicly traded on the Toronto Stock Exchange. The principal activities of the Company are the exploration and evaluation of diamond projects. The Company is located at 702 – 224 4th Avenue South, Saskatoon, Saskatchewan, Canada.

The Company's mineral projects are as follows:

Name of Project	Ownership	Location	Status
Star and Orion South Diamond Project (the "**Project**")	100%	Saskatchewan, Canada	Exploration stage
Buffalo Hills Project (the "**BH Project**")	100%	Alberta, Canada	Exploration stage
Fort à la Corne Project (the "**FalC Project**") (other than the Project) (1)	100%	Saskatchewan, Canada	Exploration stage

(1) Includes the Orion Centre, Orion North and Taurus ore bodies comprising part of the FalC Project.

Overall Performance

On February 4, 2026, the Company granted 41,000,000 stock options to directors, officers, and employees of the Company. The stock options have an exercise price of $0.05 per share, with 1/3 of the options vesting immediately and 1/3 vesting on each of the first and second anniversaries of the date of grant. The stock options expire on the fifth anniversary of the date of grant.

On March 25, 2026, the Company announced the appointment of Brendan F. Moore to the Company's board of directors. Along with the appointment, the Company also granted him 5,000,000 stock options. The stock options have an exercise price of $0.05 per share, with 1/3 of the options vesting immediately and 1/3 vesting on each of the first and second anniversaries of the date of grant. The stock options expire on the fifth anniversary of the date of grant.

On April 28, 2026, the Company entered into a loan agreement (the "**Loan Agreement**") with Spirit Resources s.a.r.l ("**Spirit**"). Pursuant to the terms of the Loan Agreement, Spirit advanced an unsecured loan in the amount of $500 (the "**Loan**"). The Loan bears interest at a rate of 12% per annum and matures one year after the drawdown date of April 28, 2026, or such other date mutually agreed between the Company and Spirit (the "**Maturity Date**"). The Loan, together with accrued and unpaid interest thereon (the "**Total Obligations**"), are generally repayable at any time by the Company without penalty. If the Company has not repaid the Total Obligations before the closing of a sale of common shares in the capital of the Company, or units including common shares, in a single or series of transactions of no less than $1,000 (a "**Qualified Financing**") prior to the Maturity Date, the Total Obligations will be converted into the securities of the Company issued pursuant to the Qualified Financing ("**Qualified Financing Securities**") upon closing of the Qualified Financing (the "**Conversion**"), unless otherwise agreed between the Company and Spirit. The deemed price per Qualified Financing Security issuable upon Conversion will be the lowest price per Qualified Financing Security issued in the Qualified

Financing, subject to customary adjustment provisions (the "**Conversion Price**"). The Conversion is conditional upon the completion of a Qualified Financing and receipt of the approval of the Toronto Stock Exchange.

Following the Annual General and Special Meeting of Shareholders of the Company held on May 14, 2026, Jean-Claude St Amour was appointed to the Company's board of directors. Along with the appointment, the Company also granted him 5,000,000 stock options. The stock options have an exercise price of $0.055 per share, with 1/3 of the options vesting immediately and 1/3 vesting on each of the first and second anniversaries of the date of grant. The stock options expire on the fifth anniversary of the date of grant.

Trends

The Interim Financial Statements were prepared on the assumption that the Company will continue as a going concern and realize its assets and discharge its liabilities and commitments in the normal course of business. Management is aware, in making its going concern assessment, of material uncertainties related to events and conditions that cast significant doubt upon the Company's ability to continue as a going concern. At June 30, 2026, the Company had an excess of current liabilities over current assets of $562 (December 31, 2025 – an excess of current assets over current liabilities of $458) including cash and cash equivalents of $58 (December 31, 2025 - $724). In addition, the Company had negative cash flows from operations of $1,108 (six months ended June 30, 2025 - $1,099), an accumulated deficit of $904,547 (December 31, 2025 - $902,398), and currently does not generate revenue. However, the ability of the Company to continue as a going concern and fund its expenses in an orderly manner will require additional financing.

There is no assurance that the Company will be successful in obtaining the required financing at an acceptable cost as and when needed or at all. Failure to obtain additional financing on a timely basis may cause the Company to postpone exploration and/or evaluation plans, forfeit rights in its properties or reduce or terminate its operations.

In addition, external risks like a trade dispute with the U.S. could put significant strain on Canada's broader economy. Tit-for-tat import tariffs are generally inflationary and would raise costs. Management, in conjunction with the board of directors, will continue to monitor these developments and their effect on the Company's business.

Management regularly monitors economic conditions and estimates their impact on the Company's operations and incorporates these estimates in both short-term operating and longer-term strategic decisions.

Inflation increases major operating expenses like service provider costs such as accounting, costs of being a reporting issuer, legal and audit costs. The Company works to counteract rising expenses. Despite the best efforts to control costs where possible, inflationary pressures nonetheless introduce added financial burdens on the Company.

Apart from these and the risk factors noted under the heading "*Risks and Uncertainties*", Management is not aware of any other trends, commitments, events or uncertainties that would have a material effect on the Company's business, financial condition of the Company or results of operations. See "*Risks and Uncertainties*" below.

Operations

The Project

As at the date hereof, the Company's material mineral project is the Project. Additional information related to the Project, including the revised mineral resource estimate in respect of the Project, can be found in the technical report relating to the Project, bearing an effective date of July 24, 2024, entitled "Technical Report and Revised Resource Estimate for the Star-Orion South Diamond Project, Fort A La Corne Area, Saskatchewan, Canada", prepared by Daniel C. Leroux, M.Sc. P.Geo., Leon McGarry, B.Sc. P.Geo., and Peter J. Ravenscroft, FAusIMM (the "**Star Diamond Technical Report**"), a copy of which is available on the Company's SEDAR+ profile at www.sedarplus.ca.

The Project site is currently under care and maintenance. Star Diamond's technical team will focus on the technical investigation and evaluation of the Project, with the goal of a future development decision. On September 9, 2025, the Company announced the engagement with Misty Clifton and SGS Canada Inc. for a pre-feasibility study on the Project (the

(in thousands of Canadian dollars, except common share or per share amounts or as otherwise noted)

"**PFS**"). The PFS will include a revised statement of mineral reserves for the Project, if warranted, and an economic assessment based thereon. The PFS will enable a feasibility study, on which a production decision can be based.

FalC Project (Orion North, Orion Centre and Taurus)

The Orion North, Orion Centre and Taurus kimberlite clusters form part of the FalC Project, located in Saskatchewan, Canada. There were no material developments with respect to such clusters during the three and six months ended June 30, 2026 and the Company is currently reviewing the project to determine future technical, economic, permitting, social and environmental work.

BH Project

The BH Project is located north central, Alberta. There were no material developments with respect to the BH Project during the three and six months ended June 30, 2026 and the Company is currently reviewing the BH Project to determine future technical, economic, permitting, social and environmental work.

Summary of Quarterly Results

	2026		2025				2024	
	Qtr 2	Qtr 1	Qtr 4	Qtr 3	Qtr 2	Qtr 1	Qtr 4	Qtr 3
Revenue ($)	-	-	-	-	-	-	4	9
Net loss (1)(2) ($)	(982)	(1,167)	(414)	(989)	(1,450)	(966)	(2,108)	(1,393)
Net loss per share (3)(4) ($)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)

(1) Loss from continuing operations attributable to owners of the parent, in total.
(2) Loss attributable to owners of the parent, in total.
(3) Basic and diluted.
(4) Per share amounts are rounded to the nearest cent, therefore aggregated quarterly amounts may not reconcile to year-to-date per share amounts.

For the three months ended June 30, 2026, the Company recorded a net loss of $982 or $0.00 per share (2025 - net loss of $1,450 or $0.00 per share). The decrease in net loss was primarily due to the following:

- Administration decreased to $415 in 2026 (2025 - $503), mainly due to a decrease in the corporate development activities and the fair value of share-based payments expensed. The fair value of share-based payments varies depending on the vesting of stock options granted.
- Consulting and professional fees increased to $177 in 2026 (2025 - $145) due to higher legal fees incurred.
- Exploration and evaluation decreased to $353 in 2026 (2025 - $463) mainly due to lower depreciation of property, plant and equipment and the fair value of share-based payments expensed.

For the six months ended June 30, 2026, the Company recorded a net loss of $2,149 or $0.00 per share (2025 - net loss of $2,416 or $0.00 per share). The decrease in net loss was primarily due to the following:

- Administration increased to $1,048 in 2026 (2025 - $804), mainly due to an increase in the fair value of share-based payments expensed. The fair value of share-based payments varies depending on the vesting of stock options granted.
- Exploration and evaluation decreased to $780 in 2026 (2025 - $930) mainly due to lower depreciation of property, plant and equipment and a decreased level of exploration activities during the period.

Cash Flow Items

Operating Activities

During the six months ended June 30, 2026, cash used in operating activities was $1,108 (2025 - $1,099). This relates mainly to the ongoing operating costs of the Company.

Investing Activities

(in thousands of Canadian dollars, except common share or per share amounts or as otherwise noted)

During the six months ended June 30, 2026, cash provided by investing activities was $nil (2025 - $114) as the Company sold its remaining share position in Wescan Goldfields Inc. shares in 2025.

Financing Activities

During the six months ended June 30, 2026, cash provided by financing activities was $442 (2025 – cash provided by financing activities of $1,273). The difference relates to the proceeds from convertible debentures of $565 and the proceeds from the loan payable of $765 in 2025.

Off-Balance Sheet Arrangements

As of the date of this MD&A, the Company does not have any off-balance-sheet arrangements that have, or are reasonably likely to have, a current or future effect on the financial performance or financial condition of the Company, including, and without limitation, such considerations as liquidity and capital resources.

Proposed Transactions

As of the date of this MD&A, there are no proposed transactions by the Company that are reasonably likely to have an effect on the financial condition, financial performance and cash flows of the Company.

Related Party Transactions

The Company's related parties include its directors and key management personnel. Key management personnel are persons responsible for planning, directing, and controlling the activities of an entity, and include executive and non-executive directors. Compensation for key management personnel and directors, including payments made or payable to related parties owned by executive officers and directors, is as follows:

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Director fees	18	30	37	55
Salaries for key management personnel	85	59	182	119
Consulting and management fees to related companies	35	88	56	192
Share-based payments	112	132	538	144
Total compensation paid to key management personnel	250	309	813	510

The amounts disclosed in the table above are the amounts recognized as an expense during the reporting period related to key management personnel. The above transactions were in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The fair value of share-based payments in the form of stock options was determined using the Black-Scholes option pricing model. The fair value of share-based payments in the form of RSUs and DSUs was determined based on the closing trading price of the Company's shares on the date of grant.

The compensation paid to key management personnel is included in the Company's statements of loss and comprehensive loss as follows:

	Three months ended June 30, 2026 $	Three months ended June 30, 2025 $	Six months ended June 30, 2026 $	Six months ended June 30, 2025 $
Administration	202	237	716	355
Exploration and evaluation	48	72	97	155
Total compensation paid to key management personnel	250	309	813	510

(in thousands of Canadian dollars, except common share or per share amounts or as otherwise noted)

On April 28, 2026, the Company entered into the Loan Agreement with Spirit, a significant shareholder of the Company, wherein Spirit advanced an unsecured loan in the amount of $500.

Commitments

The Company has various lease contracts with purchase commitments as at June 30, 2026.

Detailed below is a summary of estimates of future commitments under these arrangements:

	Year 1	Year 2	Year 3	Year 4	Year 5	Thereafter	Total
Office lease	28	28	28	-	-	-	84
Mineral lease	112	112	112	112	112	112	672
Total	140	140	140	112	112	112	756

Liquidity and Capital Resources

The Company does not currently operate any producing properties and, as such, is dependent upon the issuance of new equity and other forms of financing to fund its ongoing obligations and advance its exploration and evaluation properties. Until the Company's surplus cash is required to fund exploration, evaluation and/or development activities, it is invested in a variety of highly rated instruments.

On June 30, 2026, the Company had $58 (December 31, 2025 - $724) in cash and cash equivalents and a working capital deficit (excess of current liabilities over current assets) of $562 (December 31, 2025 - working capital of $458). In addition to regulatory spending requirements at June 30, 2026, the Company has trade payables, loan payables and other lease payments as set out in the following table on an undiscounted basis:

Trade payables and accrued liabilities	$	343
Loan payable		510
Lease payments		28
Environmental rehabilitation provision		131
Total	$	1,012

The decrease in working capital was a result of net cash used in operating activities. In 2026, the Company continues to reduce costs by the following:

- The Company has moved its head office to a smaller area in the same building resulting in a 70% drop in office lease payments;
- Certain management/employee functions will be reduced or eliminated; and
- Site costs have been significantly reduced as site operations moved to a care and maintenance basis.

A budget has been prepared for the completion of the PFS of $3,000, which is subject to, among other things, the completion of one or more financing and the availability of contractors.

However, the ability of the Company to continue as a going concern and fund its expenses in an orderly manner will require additional financing. There can be no assurance that the Company will succeed in obtaining additional financing, now or in the future. Failure to raise additional financing on a timely basis could cause the Company to suspend its operations and planned activities.

The Company may pursue options to finance further exploration, evaluation and/or development as it currently does not have sufficient funds to bring any of its property interests into production from its own financial resources. Financing options may include equity financing, debt financing or other means. Although the Company has been successful in the past in obtaining financing, there can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing will be favorable. Failure to obtain additional financing could result in a delay or indefinite postponement of further exploration, evaluation and/or development of its projects with the possible loss of such properties.

(in thousands of Canadian dollars, except common share or per share amounts or as otherwise noted)

The Company is aware, in making its going concern assessment, of material uncertainties related to events and conditions that cast significant doubt upon the Company's ability to continue as a going concern. At June 30, 2026, the Company has a working capital deficit of $562 including cash and cash equivalents of $58. The ability of the Company to continue as a going concern and fund general and administrative expenses in an orderly manner will require further sources of financing. There is no assurance that the Company will be successful in obtaining required financing at an acceptable cost as and when needed or at all. Failure to obtain additional financing on a timely basis may cause the Company to postpone exploration and/or evaluation plans, forfeit rights in its properties or reduce or terminate its operations. The Company is assessing opportunities to address the issue of its liquidity.

The Company may pursue corporate and asset transactions, joint ventures and other arrangements in order to support the Company's commitments as they come due. The Company expects to fund expenditures during 2026 through unsecured debt. Additional equity may be available at a later date if conditions of the equity markets permit. The Company has no fixed capital commitments in 2026 and will adjust its capital program to manage net debt levels.

Trends and Economic Conditions

Management regularly monitors economic financial market conditions and estimates their impact on the Company's operations and incorporates these estimates in both short-term operating and longer-term strategic decisions. To date, the Company has been able to raise sufficient capital to fund exploration programs. The global economy is currently characterized by increased volatility and uncertainty.

Apart from these factors and the risk factors noted in the "*Risks and Uncertainties*" section in the Company's most recent Annual Information Form, Management is not aware of any other trends, commitments, events or uncertainties that would have a material effect on the Company's business, financial condition or results of operations.

Outstanding Share Data

At June 30, 2026, and the date of this MD&A, the designation and number of outstanding securities of the Company is as set out below:

Security	June 30, 2026	Date of this MD&A
Common shares	773,914,090	773,914,090
Warrants	184,711,885	184,711,885
Broker warrants	338,280	338,280
Stock options	57,152,500	57,152,500
Restricted Share Units	-	-
Deferred Share Units	-	-
Performance Share Units	-	-

The Company has a convertible loan payable with a principal amount of $500 plus accrued interest, which may be convertible into securities issued pursuant to a future Qualified Financing. As the Loan is convertible on the basis of the Conversion Price at the time of the Conversion, the actual number and type of Qualified Financing Securities issuable upon Conversion is not yet known. See "*Overall Performance*".

Subsequent Events

Effective July 14, 2026, the Company entered into an unsecured loan agreement with Spirit for a credit facility of up to $250 for working capital and general business purposes. The outstanding loan balance is non-interest bearing and is due one year from the first drawdown date, subject to a further one-year extension upon mutual written agreement of both parties. On July 14, 2026, the Company completed a first tranche drawdown of $200 under the terms of the agreement.

Financial Instruments

As of June 30, 2026, the fair market value of all of the Company's financial instruments approximate their carrying values. Certain financial instruments are exposed to the following financial risks:

Credit risk

Credit risk is the risk of an unexpected loss by the Company if a customer or third-party to a financial instrument fails to meet its contractual obligations. The Company considers this risk to be insignificant as the majority of the Company's cash and cash equivalents are held by financial institutions with an AA credit rating. At June 30, 2026, the Company's credit risk relates to its cash and cash equivalents of $58 (December 31, 2025 - $724).

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet regulatory liquidity and spending requirements as well as meet its financial obligations. The Company's approach to managing liquidity risk is to forecast future cash flows to ensure that it will have sufficient liquidity to meet its obligations when it is due. To ensure the Company has sufficient cash on hand, the Company prepares annual capital and operating budgets which are regularly monitored and updated as considered necessary.

Market risk

Market risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market prices. Market prices are comprised of the following types of risk: foreign currency risk, interest rate risk, and commodity price risk.

Foreign currency risk:

Foreign currency risk is the risk that a variation in exchange rates between the Canadian dollar and US dollar or other foreign currencies will affect the Company's operations and financial results. The Company does not have significant exposure to foreign exchange rate fluctuation since transactions and balances in foreign currencies are minimal, if any.

Commodity price risk:

Commodity price risk is the risk that a variation in commodity price will affect the Company's operations and financial results. The Company does not have significant exposure to commodity price fluctuations since it is currently in the exploration stage.

Interest rate risk:

The interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company's outstanding loans bear a fixed rate of interest. Interest rate risk is limited to potential decreases on the interest rate offered on cash and cash equivalents held with chartered Canadian financial institutions. The Company considers this risk to be immaterial.

Critical Accounting Estimates and Judgments

The Interim Financial Statements have been prepared in accordance with IFRS issued by the IASB. The Company's material accounting policies are described in note 4 to the 2025 Annual Financial Statements. Certain of these policies involve critical accounting estimates as they require management to make particularly subjective or complex judgments about matters that are inherently uncertain and because of the likelihood that materially different amounts could be reported under different conditions or using different assumptions. The uncertainties related to these areas could significantly impact the Company's results of operations, financial condition and cash flows. In particular, the significant areas of judgment and estimation uncertainty considered by Management in preparing the consolidated financial statements are: identification of cash generating units, exploration and evaluation expenditures, reserve and resource estimation, asset valuations and exploration and evaluation assets impairment, environmental rehabilitation provision and share-based payment transactions. These are discussed in more detail in note 4 to the Interim Financial Statements.

Accounting Changes

The following new standards and amendments to standards and interpretations were effective for the Company from January 1, 2026:

Cash and cash equivalents (including electronic payment arrangements)

Cash and cash equivalents consist of cash on hand and deposits held at financial institutions that are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value. The Company has early adopted the amendments to IFRS 9, Financial Instruments related to the derecognition of financial liabilities settled through electronic payment systems. In accordance with these amendments, a financial liability is derecognized before settlement when payment is effected through an electronic payment system and all of the following conditions are met: (i) the Company has no practical ability to withdraw, stop or cancel the payment instruction; (ii) the payment instruction results in the counterparty obtaining an enforceable right to receive cash; and (iii) the Company does not have access to the cash transferred once the payment instruction is initiated. When these conditions are satisfied, the related financial liability and the corresponding cash and cash equivalent balance are derecognized on the date the payment instruction is initiated rather than on the settlement date.

There was no significant impact on the financial statements as a result of adoption.

The following new standards and amendments to standards and interpretations are not yet effective for the current year.

IFRS 18, Presentation and Disclosure in Financial Statements ("IFRS 18")

IFRS 18 will be applicable for annual periods beginning or after January 1, 2027, with early adoption permitted. Even though IFRS 18 will not have any effect on the recognition and measurement of items in the consolidated financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. The Company's consolidated financial statements are expected to include changes related to categorization and subtotals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

The Company is in the process of determining the impact of the above changes on its business.

Controls and Procedures

The Company's Chief Executive Officer ("**CEO**") and Chief Financial Officer ("**CFO**") are responsible for establishing and maintaining disclosure controls and procedures and internal control over financial reporting as defined in the Canadian Securities Administrators' National Instrument 52-109 – *Certification of Disclosure in Issuer's Annual and Interim Filings* ("**NI 52-109**").

Under their supervision, the CEO and CFO have implemented disclosure controls and procedures and internal controls over financial reporting appropriate for the nature of operations of the Company. Disclosure controls and procedures are designed to ensure that information required to be disclosed by the Company in the reports it files or submits under securities legislation is recorded, processed, summarized and reported on a timely basis and that such information is accumulated and reported to management, including the Company's CEO and CFO, as appropriate, to allow required disclosures to be made in a timely fashion. Internal controls over financial reporting are designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS. The Company's design of its internal controls over financial reporting is based on the principles set out in the *Internal Control – Integrated Framework (2013)* issued by The Committee of Sponsoring Organizations of the Treadway Commission (COSO).

In accordance with NI 52-109, the Company has filed certificates signed by its CEO and the CFO certifying certain matters with respect to the design of disclosure controls and procedures and the design of internal control over financial reporting as of June 30, 2026.

Risks and Uncertainties

The securities of the Company are highly speculative due to the nature of the Company's business as well as the present stage of exploration and development of its mineral properties. The material risk factors and uncertainties, which should be considered in assessing the Company's activities, are described under the heading "*Risks and Uncertainties*" in the Company's most recent Annual Information Form which is available on SEDAR+ at www.sedarplus.ca. The reader is cautioned that the description of risks and uncertainties is not all inclusive as it pertains to conditions currently known to Management. There can be no guarantee or assurance that other factors will or will not adversely affect the Company.

Technical Information

All technical information in this MD&A has been prepared under the supervision of Mark Shimell, Chief Operating Officer, Professional Geoscientist in the Province of Saskatchewan, who is the Company's "Qualified Person" under National Instrument 43-101 *Standards of Disclosure for Mineral Projects*.

Caution Regarding Forward-looking Statements

This MD&A includes certain statements that constitute "forward-looking statements", and "forward-looking information", within the meaning of applicable securities laws ("forward-looking statements" and "forward-looking information" are collectively referred to as "**forward-looking statements**", unless otherwise stated). Forward-looking statements are often, but not always, identified by the use of words such as "anticipate", "believe", "expect", "plan", "intend", "forecast", "target", "project", "guidance", "may", "will", "should", "could", "estimate", "predict" or similar words suggesting future outcomes or language suggesting an outlook. In particular, statements regarding the Company's future operations, future exploration and development activities or other development plans constitute forward-looking statements. By their nature, statements referring to mineral reserves, mineral resources or the potential economic viability constitute forward-looking statements. Forward-looking statements contained or implied in this MD&A include, but are not limited to: statements relating to the Company's ability to continue as a going concern; the Company's need for and intention to seek additional financing; success of the Company in obtaining financing that is adequate, with favourable terms, or at an acceptable cost; statements regarding the Company delaying or postponing exploration or evaluation plans, forfeiting rights to its properties, loss of its properties, reducing or terminating operations; potential strain on Canada's economy from external risks like trade disputes; monitoring of the developments of the external risks by Management; the effects of other factors, trends, commitments, events or uncertainties on the Company's business; the PFS enabling a feasibility study; statements regarding the focus on technical investigation and evaluation of the Project with the goal of a future development decision; the Conversion, including the price thereof and the securities issued thereunder; the impact of uncertainties of accounting policies and standards, including the impact on the Company's results of operations and presentation of financial results; relative cost of maintaining disclosure controls and their expected benefit; reduction or elimination of certain management and employee functions; statements regarding the Company's liquidity risk and market risk; the settlement of DSUs, preferred share units and RSUs; and the Company's strategy, plans and goals, including related timelines and schedules thereof.

All forward-looking statements are based on the Company's current beliefs as well as assumptions made by and information currently available to it and involve inherent risks and uncertainties, both general and specific. Risks exist that forward-looking statements will not be achieved due to a number of factors including, but not limited to: developments in world diamond markets, changes in diamond valuations, risks relating to fluctuations in the Canadian dollar and other currencies relative to the US dollar, changes in exploration, development or mining plans due to exploration results and changing budget priorities of the Company, the effects of competition in the markets in which the Company operates, risks related to diamond breakage from extraction and diamond recovery, risks related to the Company's need for additional financing and the Company's ability to raise that financing, the impact of changes in the laws and regulations regulating mining exploration and development, judicial or regulatory judgments and legal proceedings, operational and infrastructure risks and the additional risks described in the Company's most recently filed Annual Information Form, annual and interim MD&A, news releases and technical reports. The Company's anticipation of and success in managing the foregoing risks could cause actual results to differ materially from what is anticipated in such forward-looking statements.

Although the Company considers the assumptions contained in forward-looking statements to be reasonable based on information currently available to it, those assumptions may prove to be incorrect. When making decisions with respect to the Company, investors and others should not place undue reliance on these statements and should carefully consider the foregoing factors and other uncertainties and potential events. Unless required by applicable securities laws, the Company does not undertake to update any forward-looking statement that is made herein.

Additional Information

Additional information related to the Company, including the latest available Annual Information Form, is available on SEDAR+ at www.sedarplus.ca.