



GEMFIELDS

Investor update

May 2018

A STORY IN EVERY GEMSTONE

Pallinhurst Resources Limited t/a Gemfields Group

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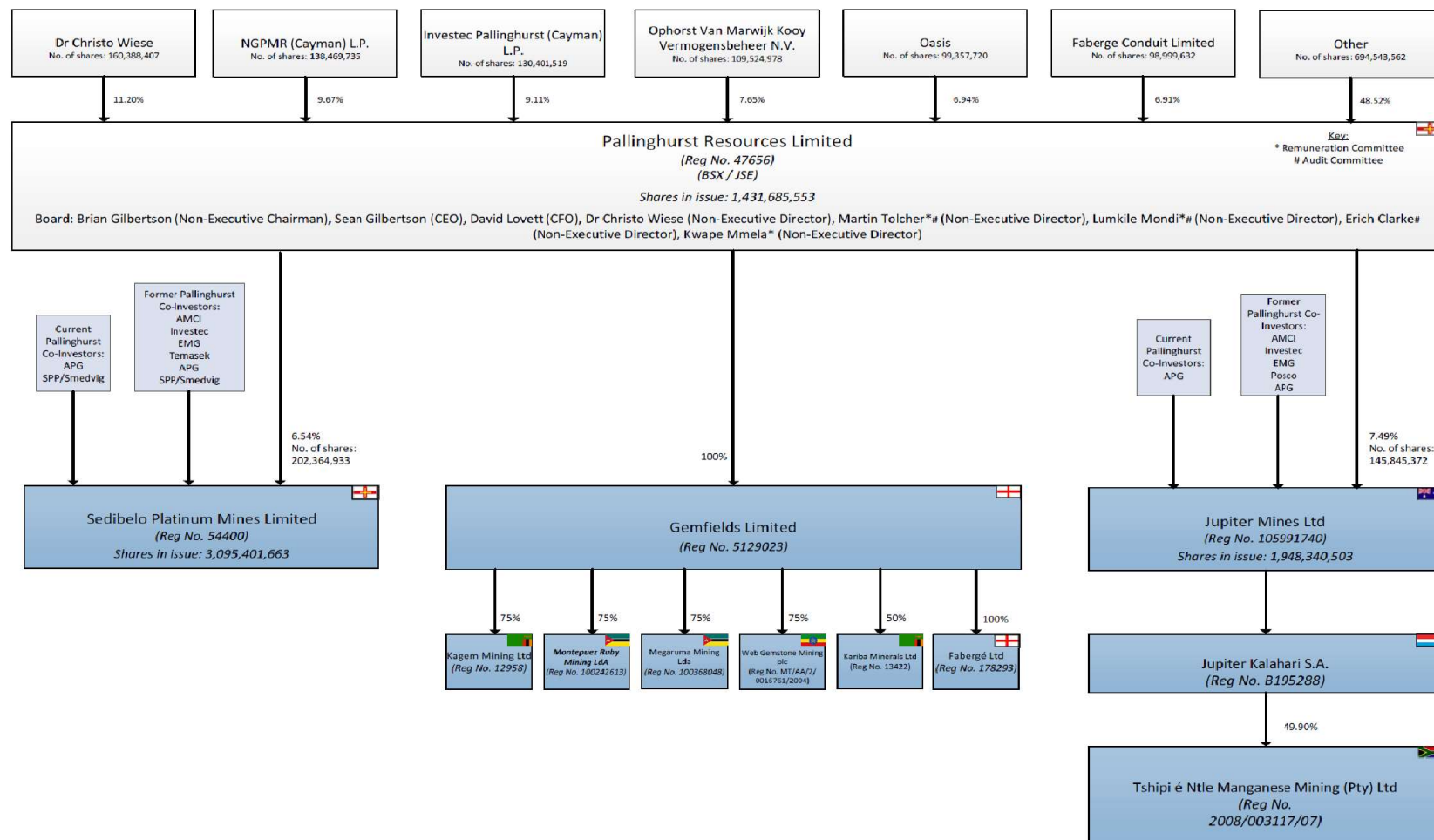
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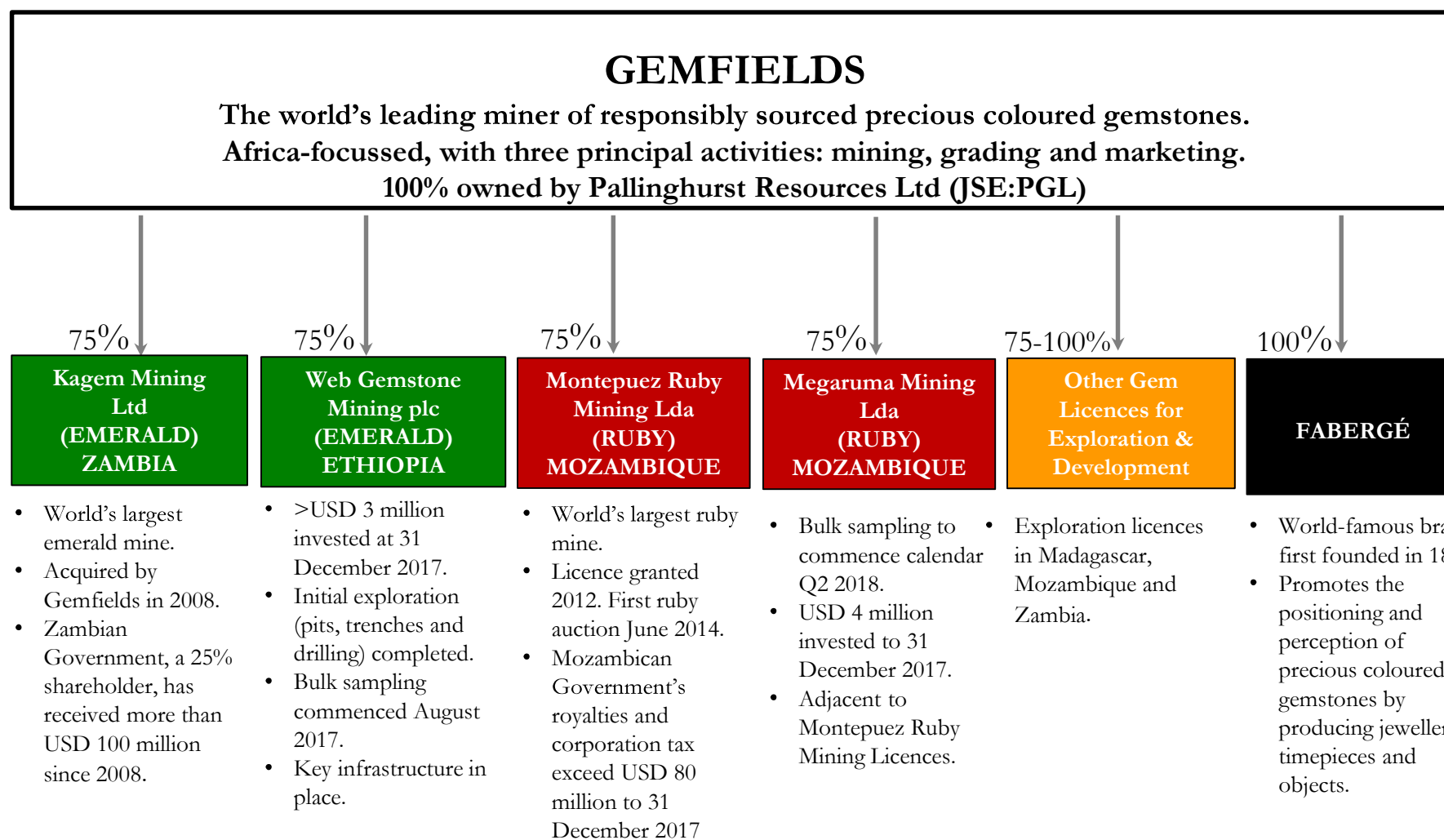
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Pallinghurst Resources Limited t/a Gemfields Group

The Transition From Pallinghurst Resources Limited To The New 'Gemfields Group' Structure

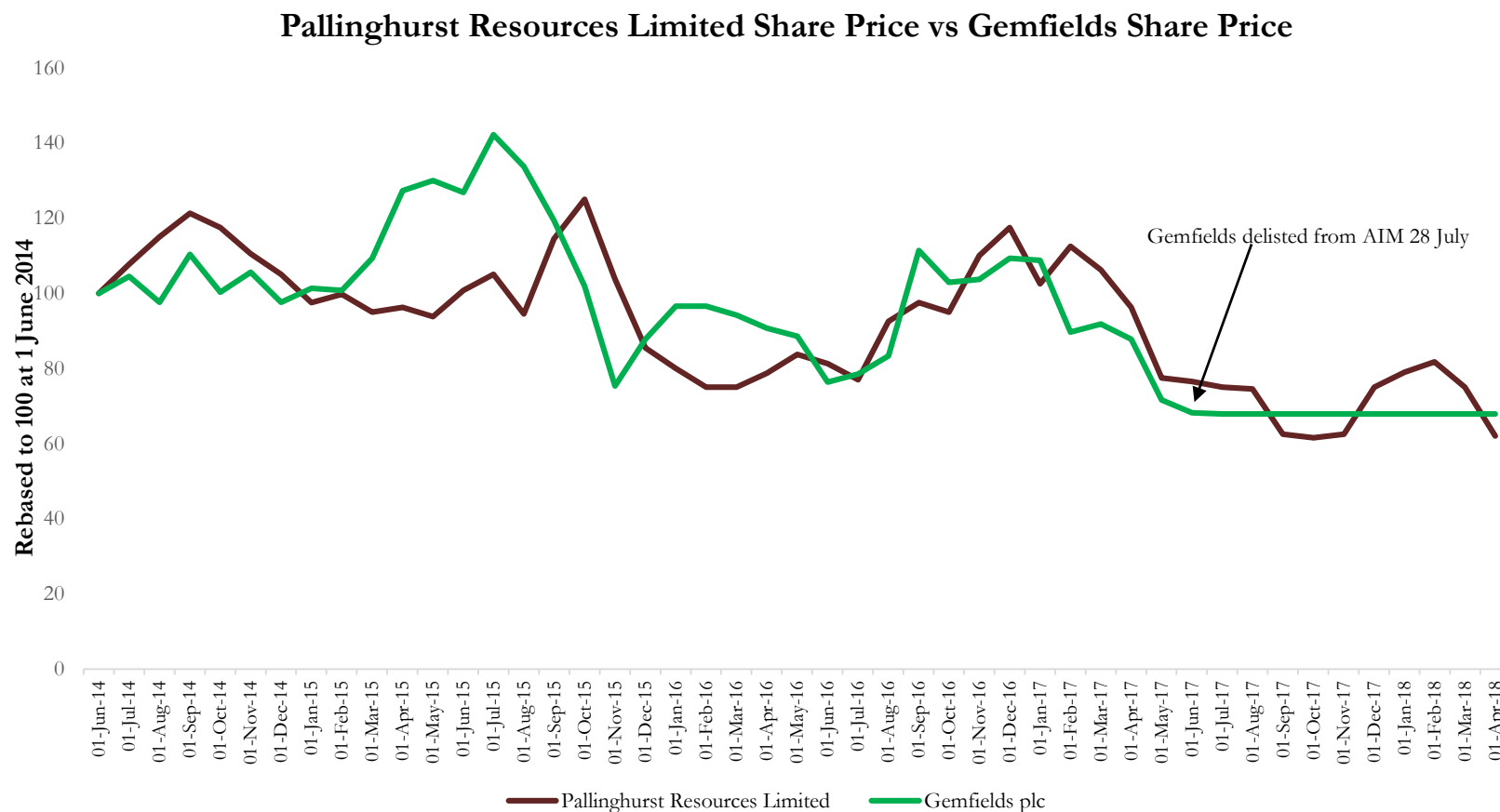


Pallinguhurst Resources Limited t/ a Gemfields Group



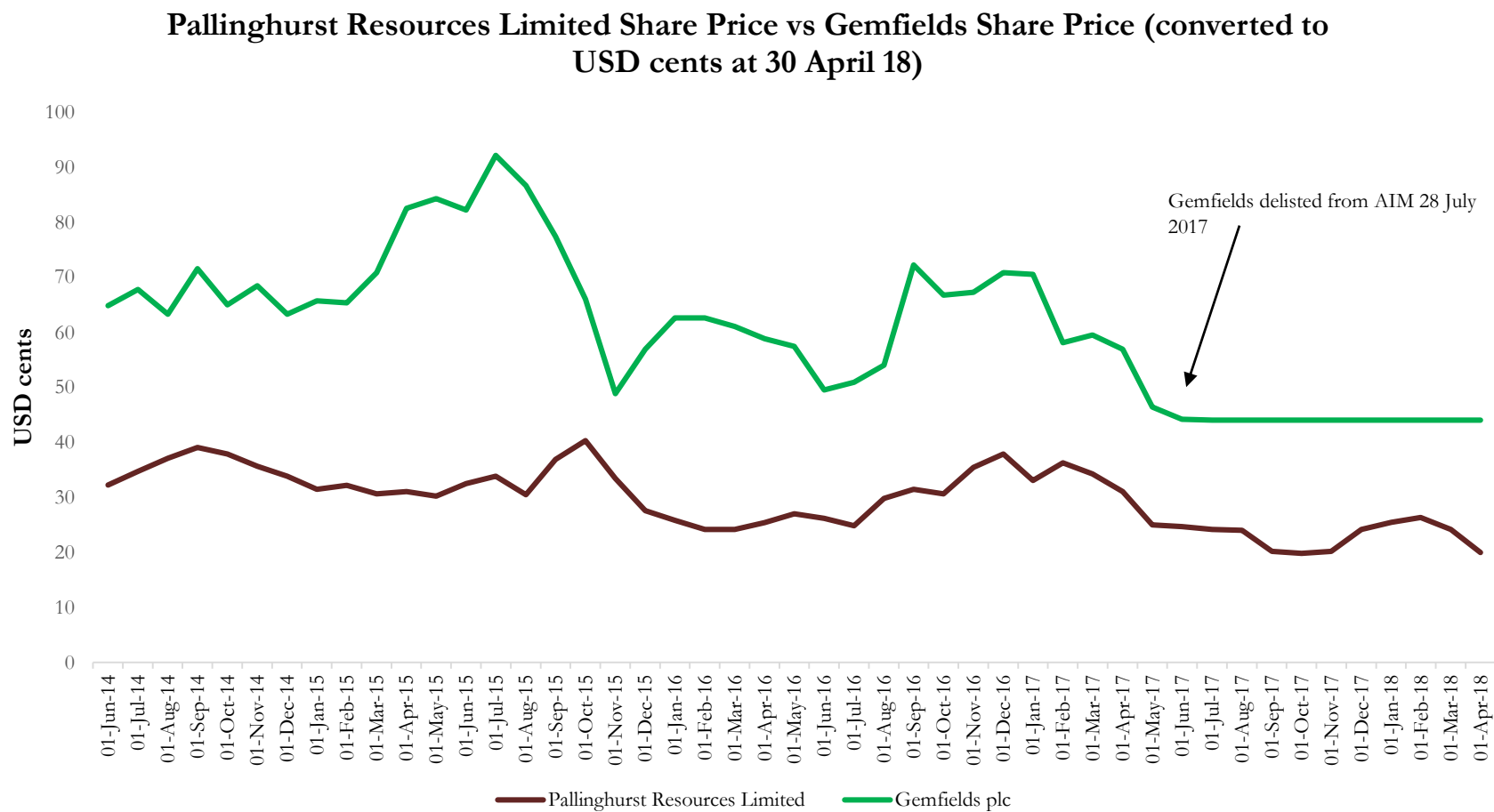
Pallinghurst Resources Limited t/ a Gemfields Group

GEMFIELDS/PALLINGHURST SHARE PRICE PERFORMANCE



Pallinghurst Resources Limited t/a Gemfields Group

GEMFIELDS/PALLINGHURST SHARE PRICE PERFORMANCE



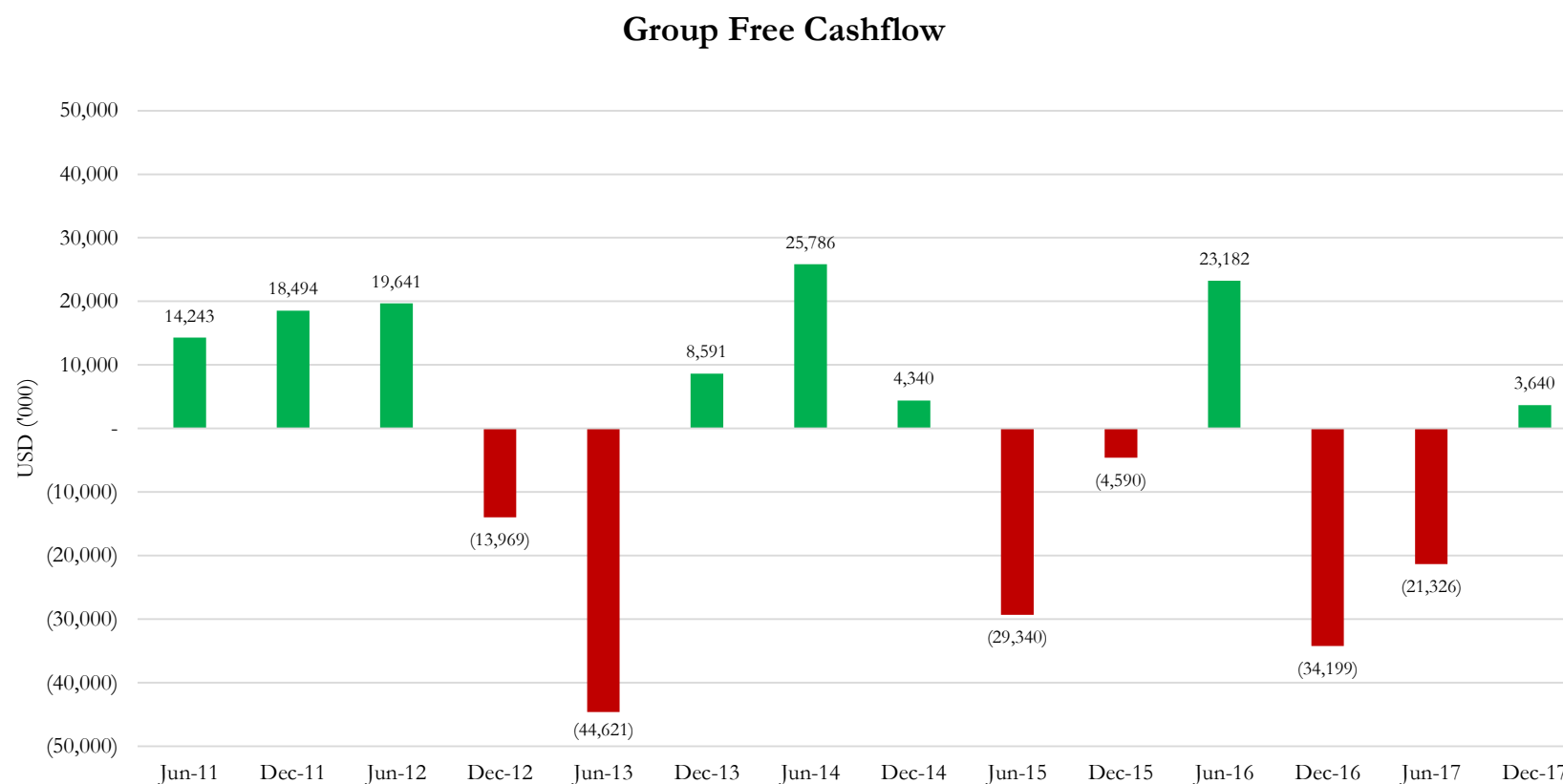
Pallinghurst Resources Limited t/ a Gemfields Group

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 December 2017

	Notes	1 January 2017 to 31 December 2017 US\$'000
Revenue	1	81,650
Cost of sales	2	(44,319)
Gross profit		37,331
Other income		6,275
Selling, general and administrative expenses		(32,154)
Unrealised fair value gains	6	27,494
Unrealised fair value losses	6	(80,712)
Bargain purchase gain on Gemfields Acquisition	3	96,406
Share of profit of equity accounted associates		14
Profit from operations		54,654
Finance income		1,240
Finance costs		(3,251)
Net finance (costs)/income		(2,011)
Profit before tax		52,643
Taxation charge	4	(7,589)
NET PROFIT AFTER TAX		45,054
Profit for the year attributable to:		
Owners of the parent		37,892
Non-controlling interest		7,162
Earnings per share attributable to the parent:	8	
Basic – US\$		0.04
Diluted – US\$		0.04

Pallinghurst Resources Limited t/a Gemfields Group

GROUP FREE CASHFLOW PERFORMANCE

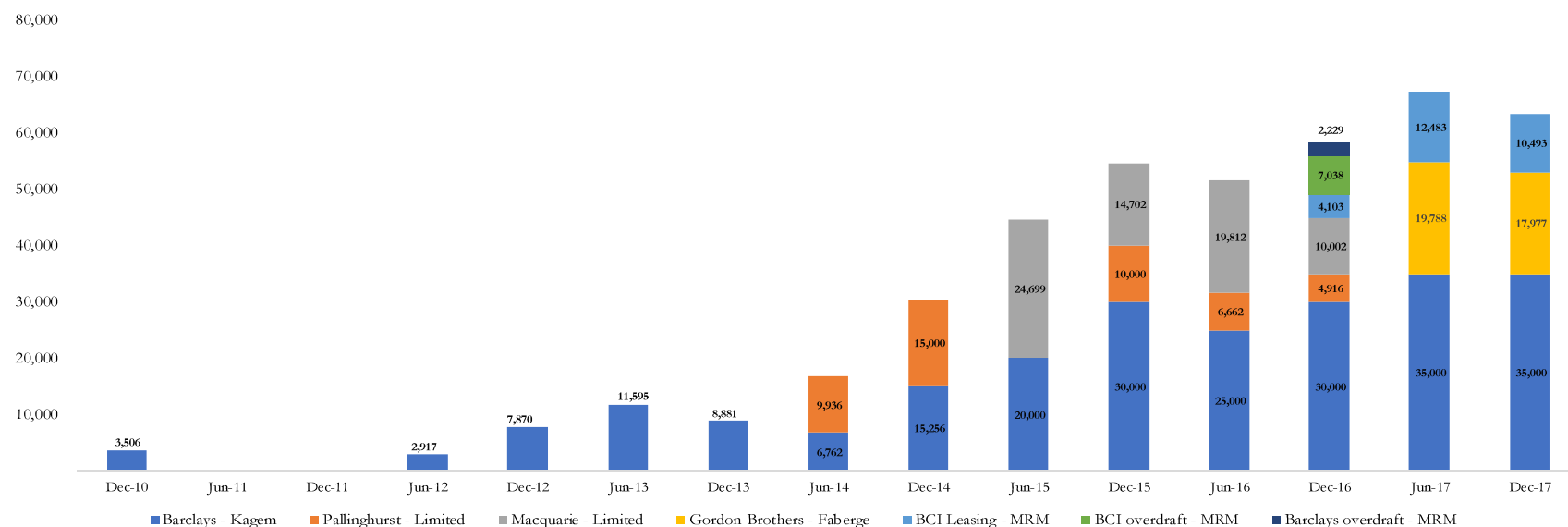


Free Cashflow is calculated as cashflows from operations less taxation, capital expenditure, stripping activity costs and includes proceeds from share-buys and disposals at Pallinghurst level. December 2017 includes \$5.0m contribution from the Jupiter buy-back programme.

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GROSS DEBT ANALYSIS

Gemfields Group - Gross Debt Analysis to 31 December 2017

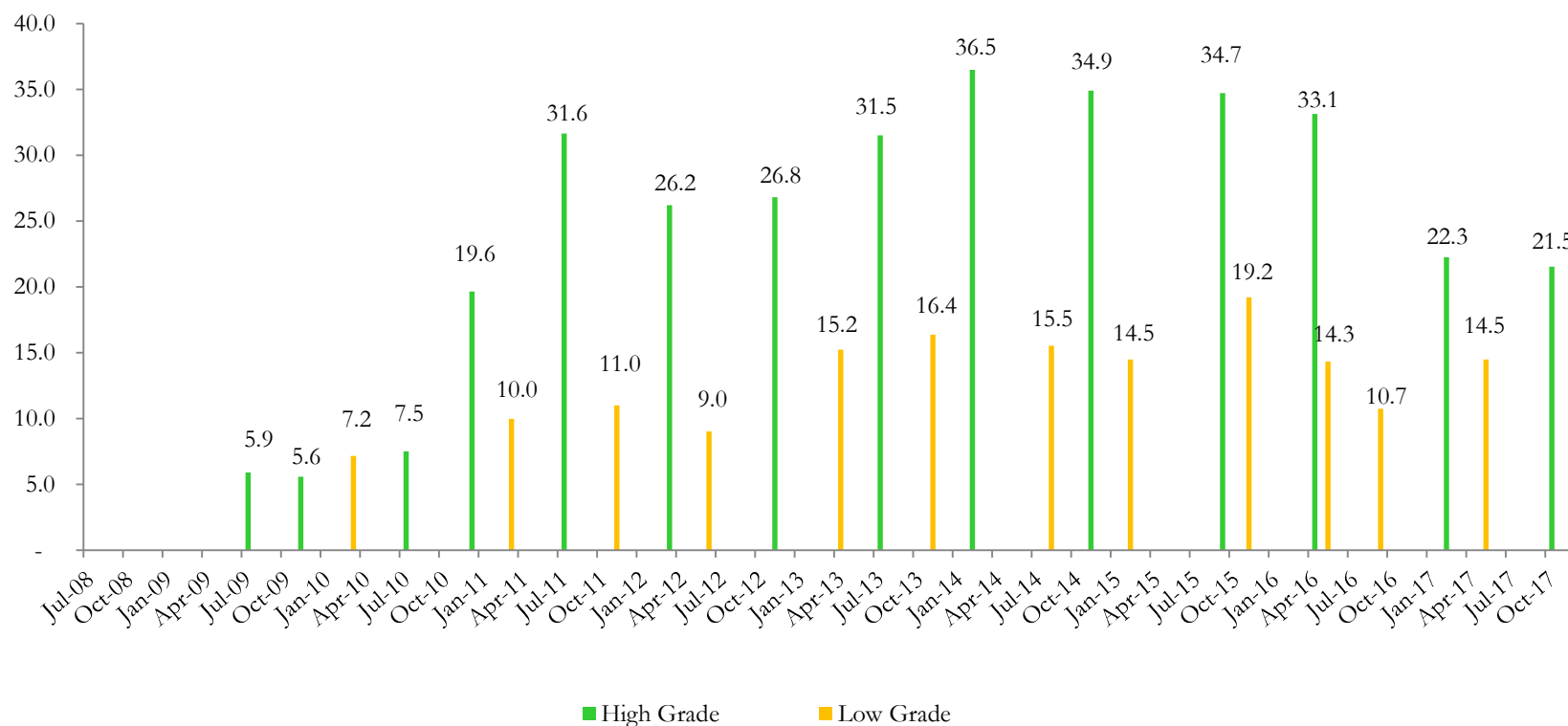


	Dec-10	Jun-11	Dec-11	Jun-12	Dec-12	Jun-13	Dec-13	Jun-14	Dec-14	Jun-15	Dec-15	Jun-16	Dec-16	Jun-17	Dec-17
Barclays - Kagem	3,506			2,917	7,870	11,595	8,881	6,762	15,256	20,000	30,000	25,000	30,000	35,000	35,000
Pallinghurst - Limited								9,936	15,000		10,000	6,662	4,916		
Macquarie - Limited										24,699	14,702	19,812	10,002		
Gordon Brothers - Faberge														19,788	17,977
BCI Leasing - MRM													4,103	12,483	10,493
BCI overdraft - MRM													7,038		
Barclays overdraft - MRM													2,229		
Total	3,506			2,917	7,870	11,595	8,881	16,698	30,256	44,699	54,702	51,474	58,288	67,271	63,470

Pallinghurst Resources Limited t/a Gemfields Group

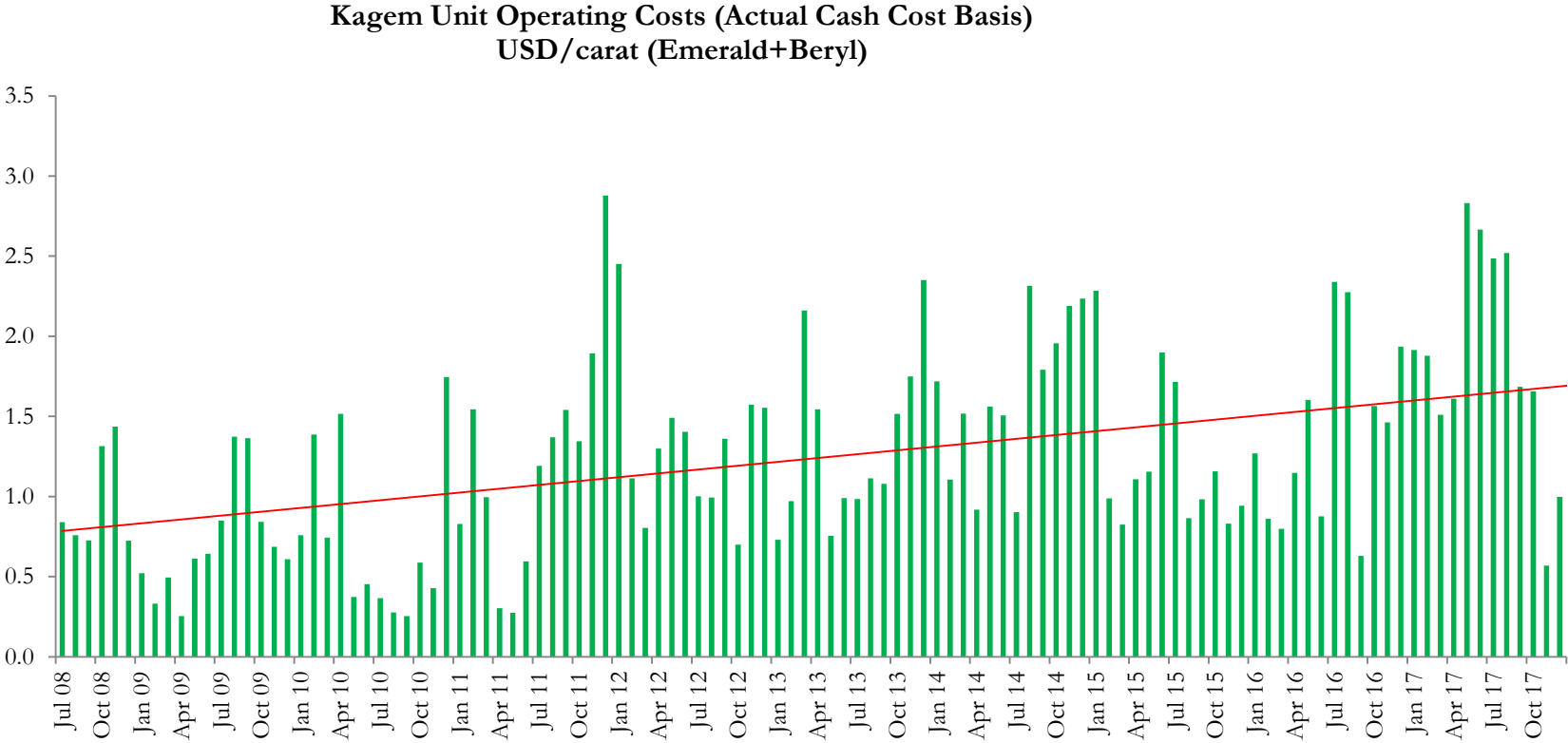
KAGEM EMERALD PERFORMANCE

Kagem Rough Emerald and Beryl Total Auction Sales (USD million)



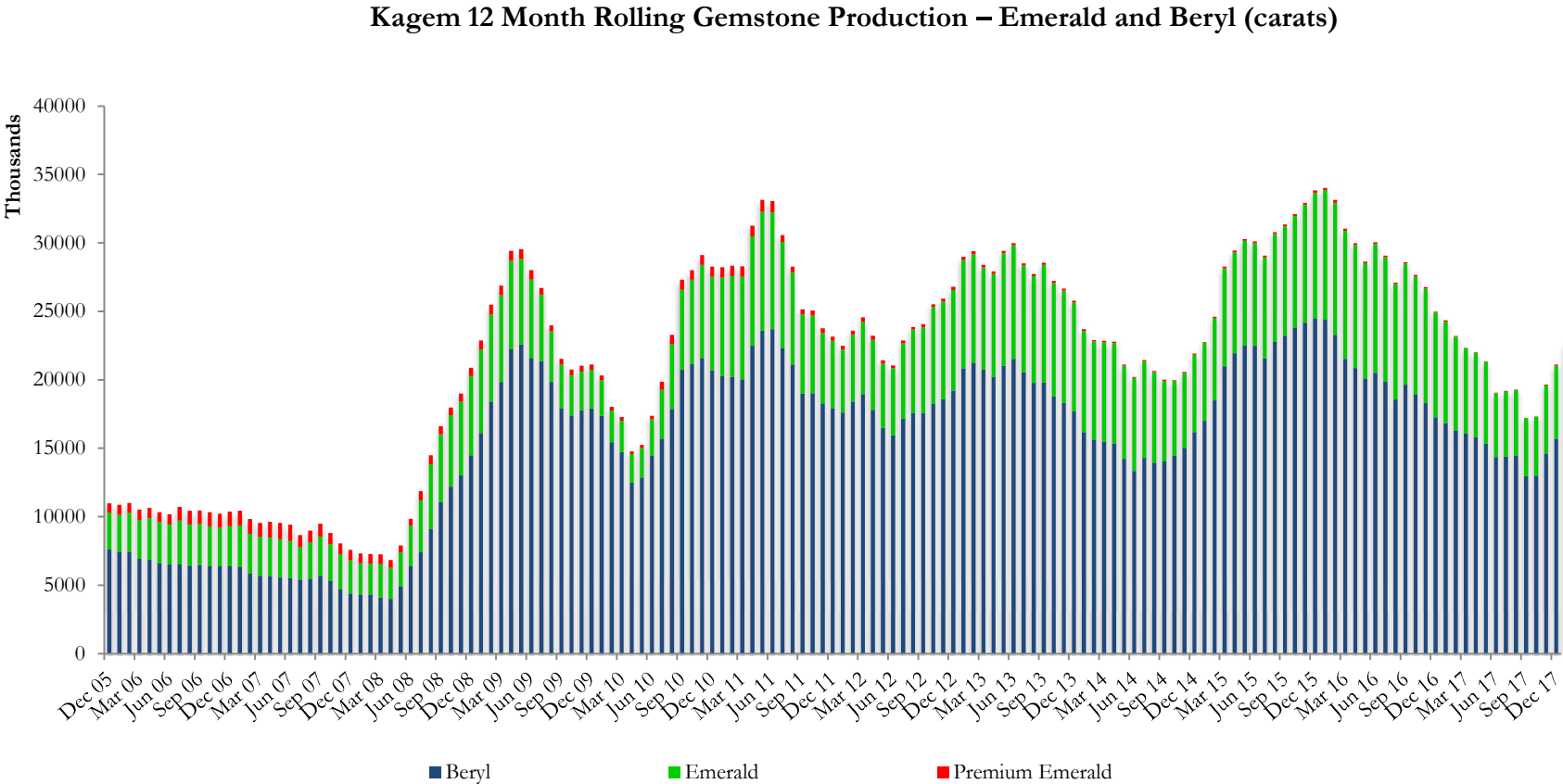
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KAGEM EMERALD PERFORMANCE



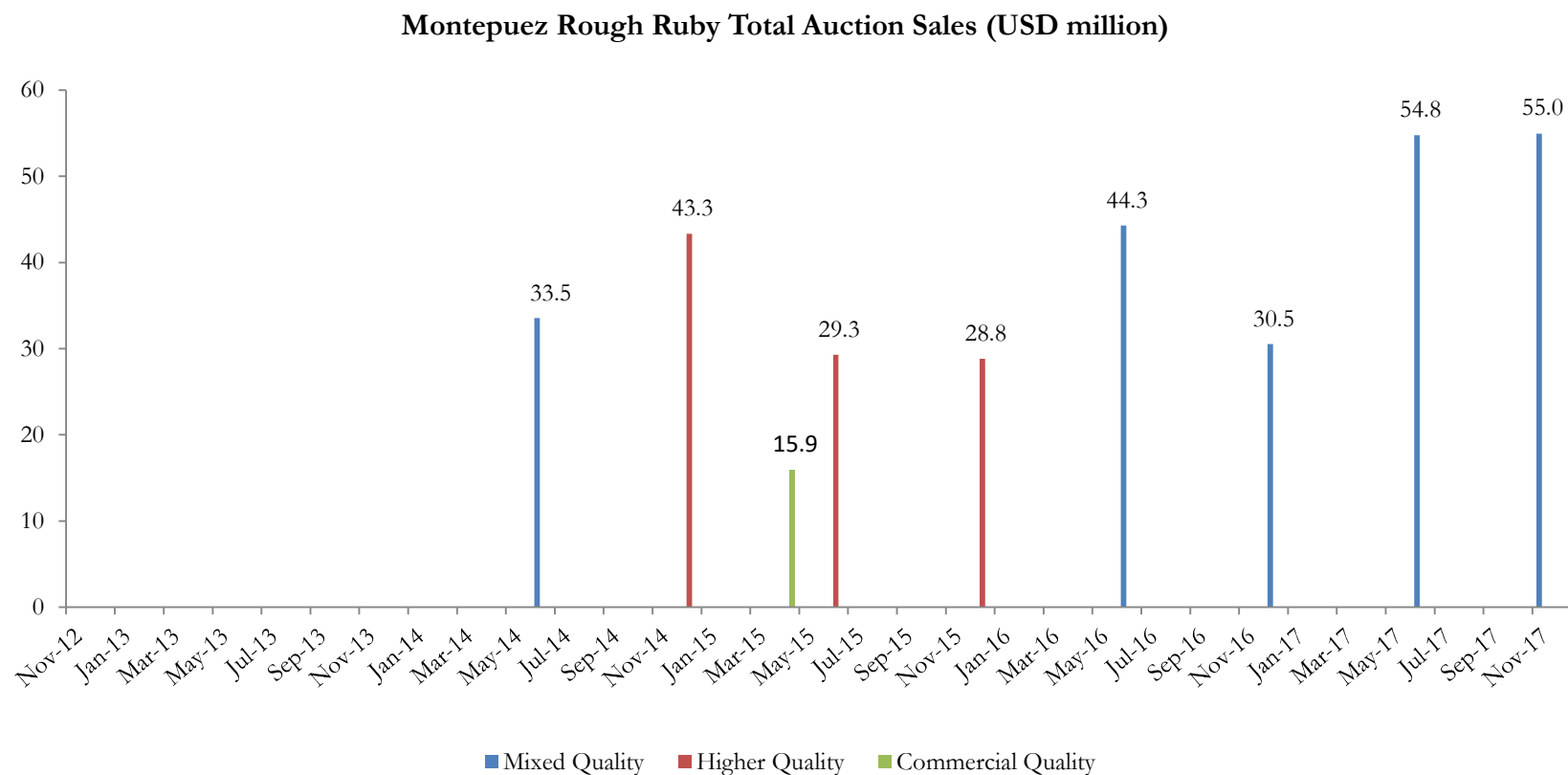
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KAGEM EMERALD PERFORMANCE



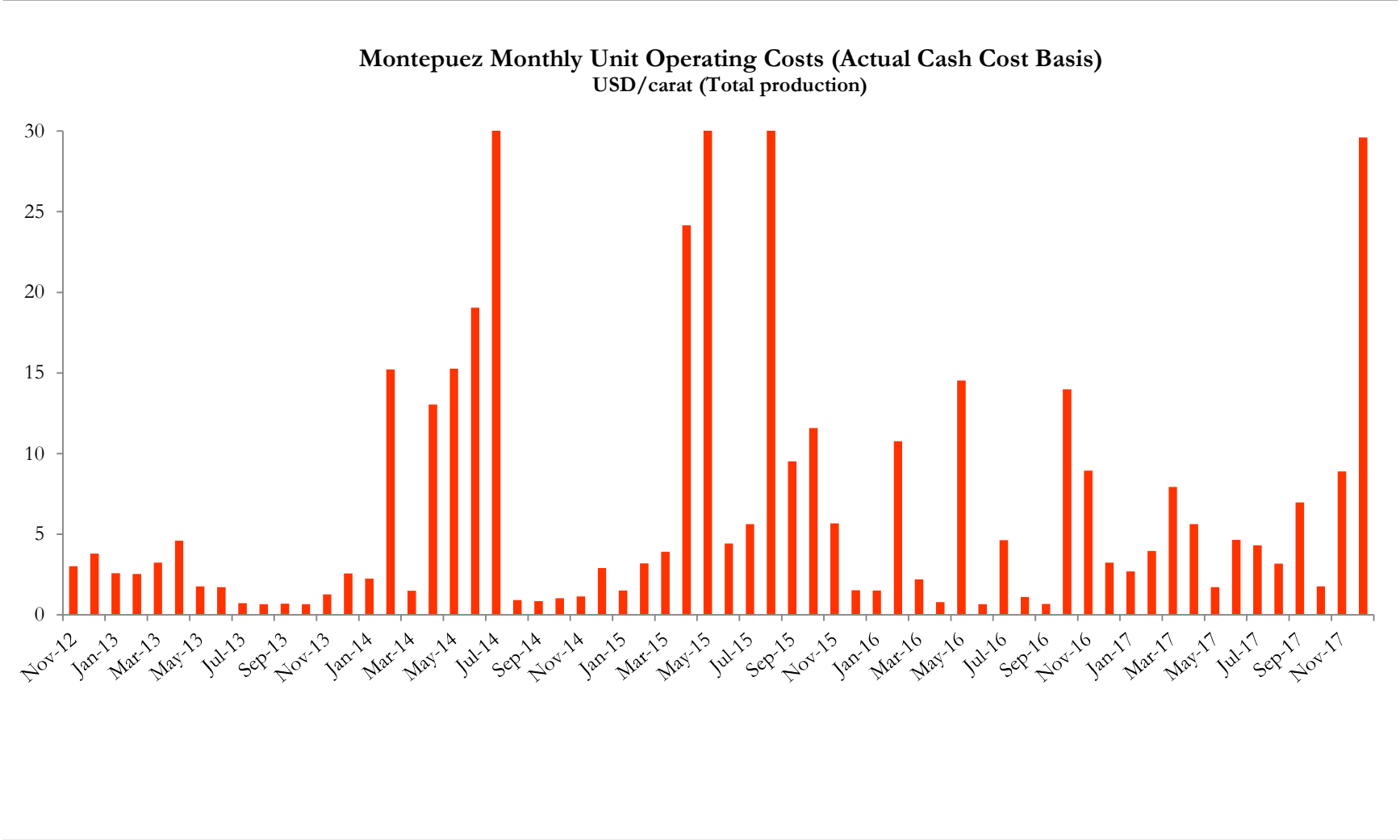
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MONTEPUEZ RUBY PERFORMANCE



Pallinhurst Resources Limited t/a Gemfields Group

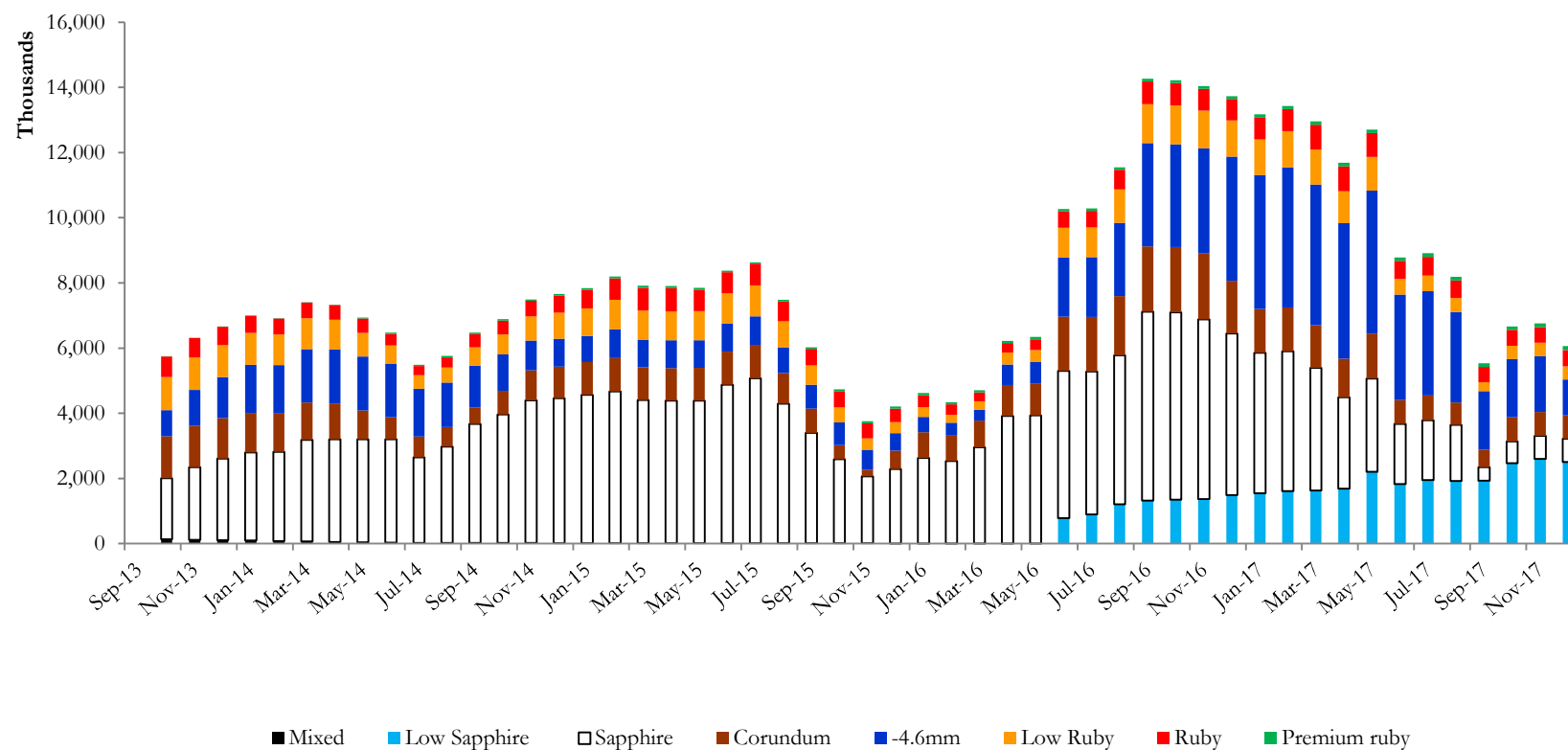
MONTEPUEZ RUBY PERFORMANCE



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MONTEPUEZ RUBY PERFORMANCE

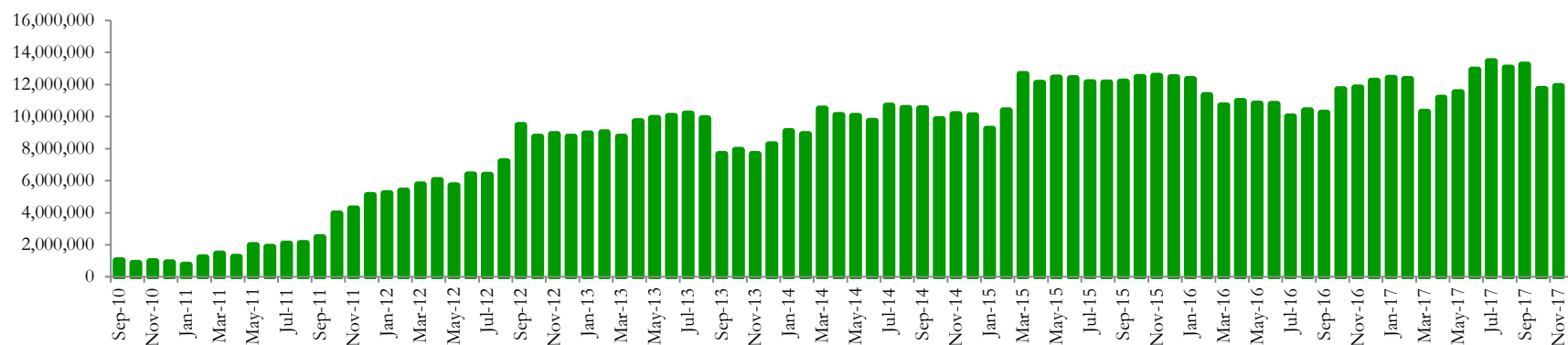
Montepuez Rolling 12 Month Overall Gemstone Production (carats)
a. Production for Nov '12 through Apr '13 is spread evenly across the 6 months
b. "Sapphire" and "-4.6mm" were only introduced in July '13 and "Low Sapphire" was introduced in June '16



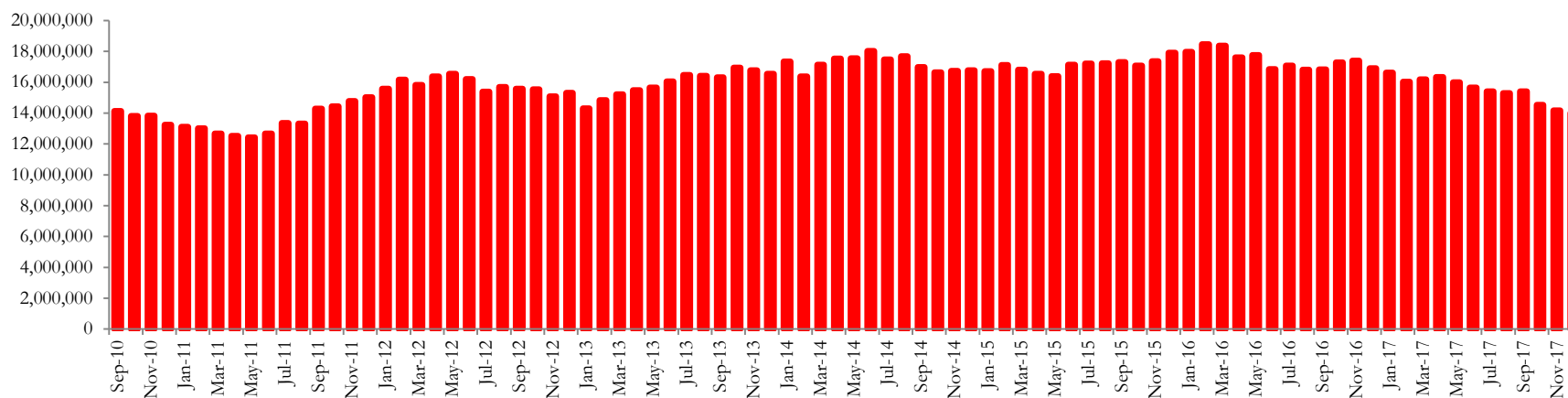
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FABERGE PERFORMANCE

**12 month rolling Sales Orders Agreed
(USD, post any discounts, ALL CHANNELS)**



**12 month rolling Operating Costs
(USD million)**





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