

A Canadian Natural Resource Company
Focused on exploring and developing Saskatchewan's diamond resources

Diamond Exploration Properties:

Fort à la Corne ("FALC") Properties (including the Star - Orion South Diamond Project)

- **Location:** Central Saskatchewan, Canada
- **Interest:** Currently 100%

Star - Orion South Diamond Project:

- Preliminary Economic Assessment ["PEA"] (2018): **66 million** carats of diamonds could be recovered in a surface mine over a 38-year Project life:
 - **Base Case scenario** (Model diamond price): NPV (7%) of **\$3.3 billion** and an IRR of 22% before taxes and royalties, and an after-taxes and royalties NPV (7%) of **\$2.0 billion** with an IRR of 19% and payback period of 3.4 years after the commencement of diamond production
 - **Case 1 scenario** (High Model diamond price): NPV (7%) of **\$5.4 billion** and an IRR of 32% before taxes and royalties
- Attractive evaluation diamond parcel
- Project is close to established infrastructure: road accessible year round, future connection to grid power, skilled and semi-skilled human resources available
- Positive Project Environmental Decision from federal government
 - Federal Environment Minister announced on December 3, 2014 that the Project "is not likely to cause significant adverse environmental effects when the mitigation measures described in the Comprehensive Study Report are taken into account"
 - The Company is awaiting a decision from Provincial Ministry of Environment. The Province of Saskatchewan is currently working towards meeting its obligations with respect to the duty to consult and accommodate process. Once consultations with potentially impacted communities are completed, all pertinent information will be reviewed before a decision is made
- Rio Tinto Exploration Canada has an option to joint venture agreement for the FALC properties

Buffalo Hills

- **Location:** Alberta, Canada
- **Interest:** Approximately 33% DIAM, 33% Canterra Minerals Corporation (Operator) and 34% Encana Corporation
- Exploration to date includes geological mapping and prospecting, basal till sampling, airborne and ground geophysical surveys, reverse circulation and diamond core drilling, and mini-bulk and bulk sampling

Corporate Information:

Head office

600, 224 – 4th Avenue South
Saskatoon, Saskatchewan
Canada S7K 5M5
Tel: +1 306 664-2202
Fax: +1 306 664-7181
Email: stardiamondcorp@stardiamondcorp.com

Officers

Kenneth E. MacNeill – President, Chief Executive Officer
George H. Read – Senior Vice President Exploration & Development
Greg P. Shyluk – Chief Financial Officer

Directors

Harvey J. Bay
Kenneth E. MacNeill
Ewan D. Mason
Honourable C. Michael Ryer

Solicitors

Bennett Jones LLP
Calgary, Alberta

Auditors

KPMG LLP
Saskatoon, Saskatchewan

Bank

Canadian Western Bank
Saskatoon, Saskatchewan

Share Capital

Issued and outstanding	383.2 M
Fully diluted	417.7 M

Shareholders >10%:

Newmont Canada FN Holdings ULC: ~18.5%