

GEMFIELDS

Investor Update (Annual Results) – April 2020



GEMFIELDS

Responsibly sourced Zambian emeralds
and Mozambican rubies.

Championing transparency and trust
in the coloured gemstone industry.

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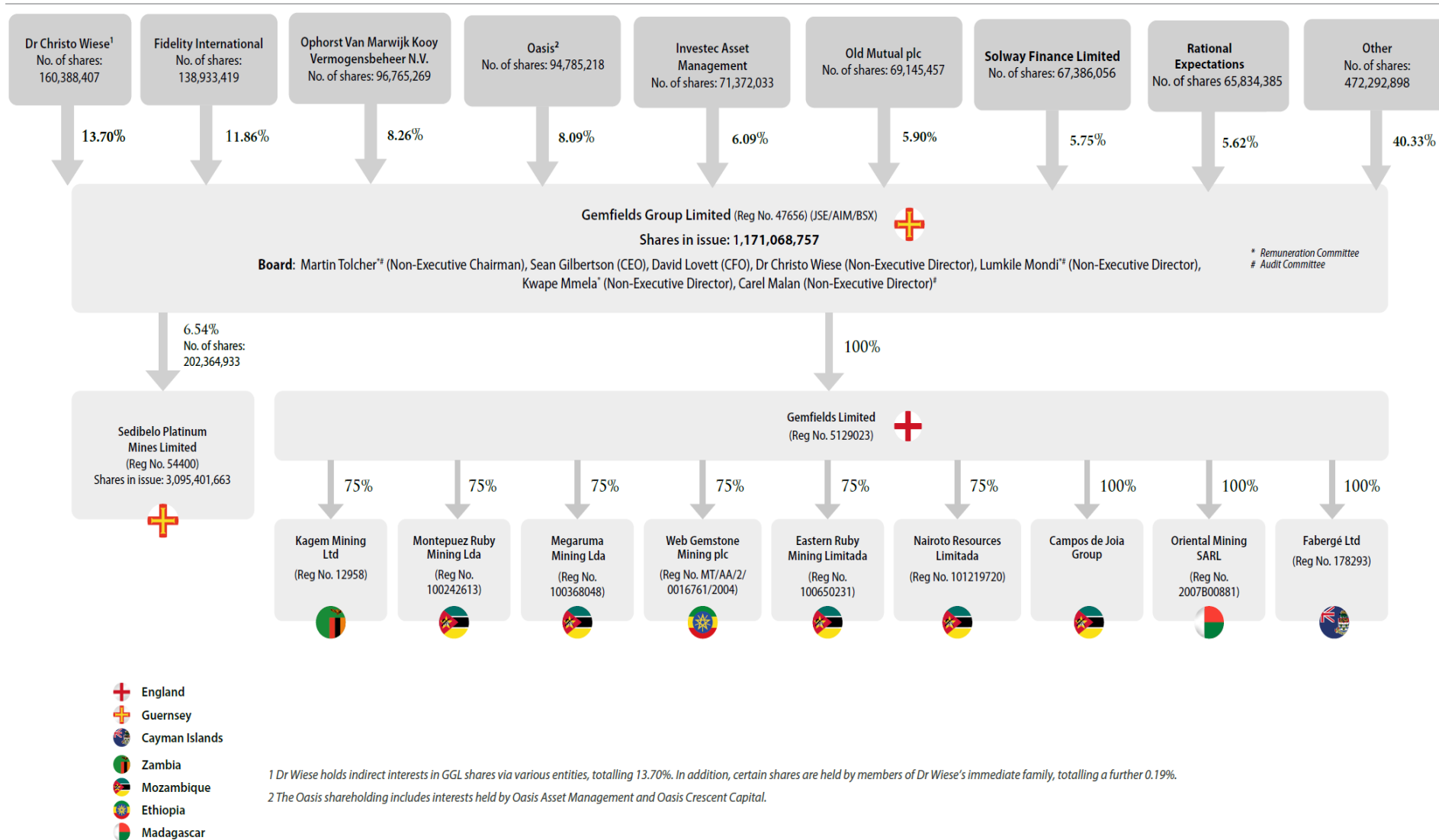
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1. Gemfields is a world-leading miner and supplier of responsibly sourced precious coloured gemstones
2. Key assets are:
 - a. Kagem Emerald Mine in Zambia (75%)
 - b. Montepuez Ruby Mine in Mozambique (75%)
 - c. Fabergé (100%)
3. Gemfields is the market leader in its three principal activities:
 - a. Mining & Exploration
 - b. Grading and Sorting (proprietary)
 - c. Selling and Marketing (unique auction platform)
4. Cash generative and holds a USD 43.5 million net cash position as of the end of Feb 2020
5. Listed on the JSE, AIM and the BSX
6. Unique, profitable business offering exposure to precious coloured gemstones and a luxury goods brand yet to realise its full potential



Gemfields Group Limited

GROUP STRUCTURE DIAGRAM (SIMPLIFIED)



¹ Dr Wiese holds indirect interests in GGL shares via various entities, totalling 13.70%. In addition, certain shares are held by members of Dr Wiese's immediate family, totalling a further 0.19%.

² The Oasis shareholding includes interests held by Oasis Asset Management and Oasis Crescent Capital.

**EMERALDS
(ZAMBIA)**



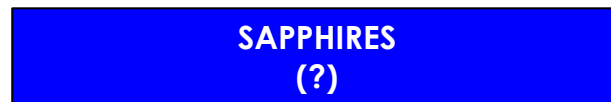
**RUBIES
(MOZAMBIQUE)**



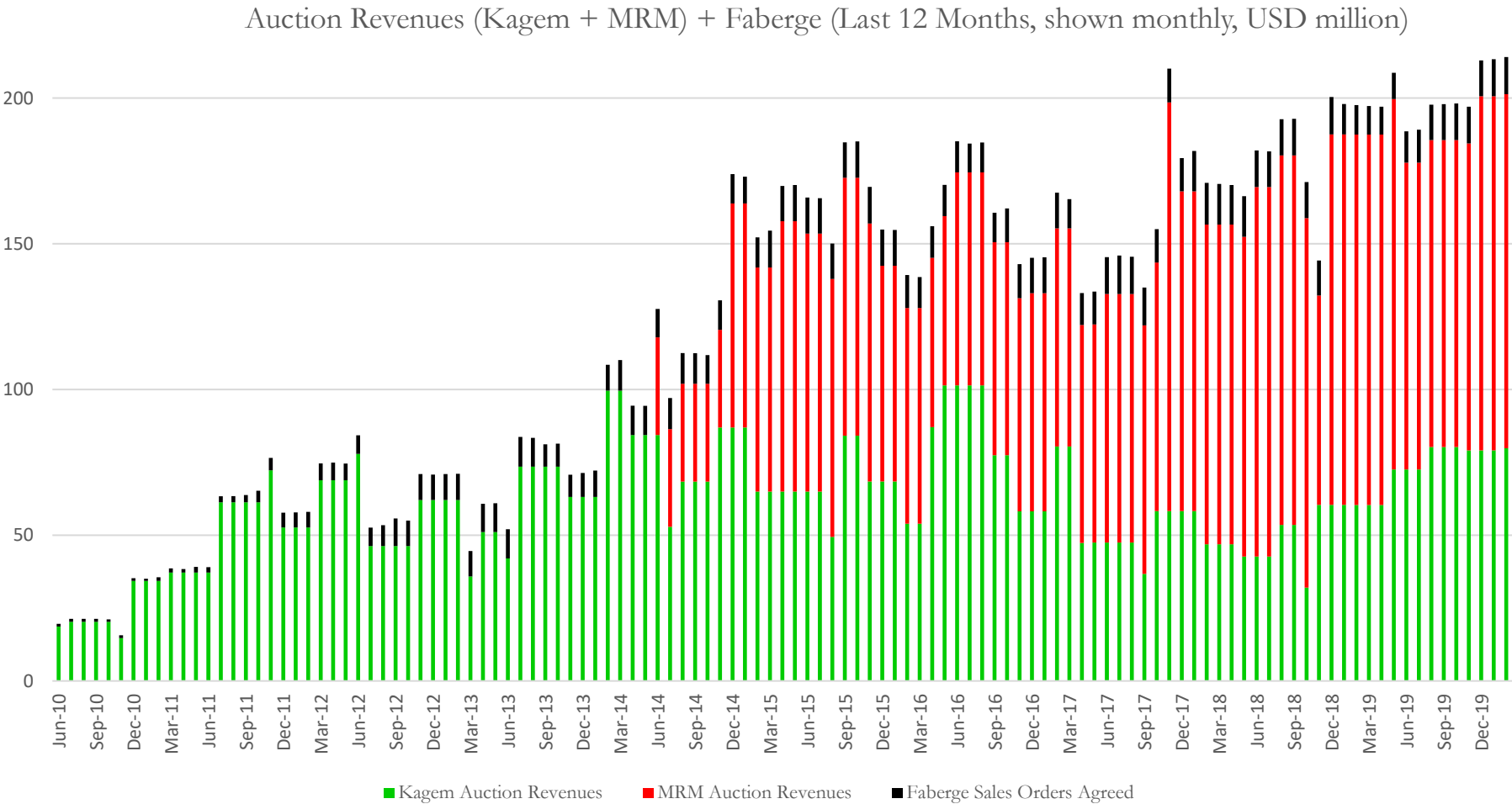
FABERGÉ



**SAPPHIRES
(?)**

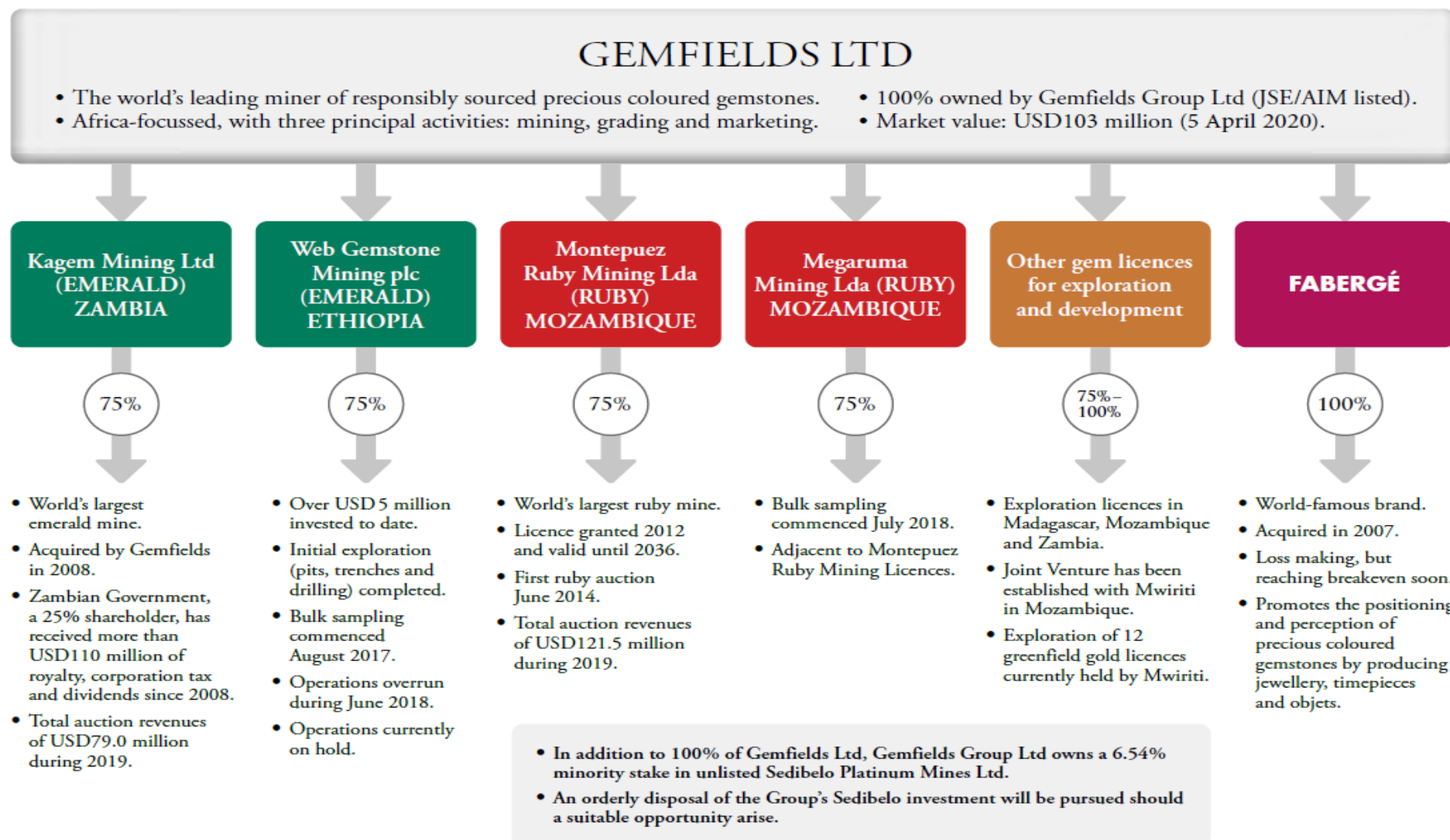


KEY REVENUE DRIVERS



Figures to 21 February 2020.

OPERATIONS OVERVIEW



Non-Executive Chairman



Martin Tolcher
Chairman

*(Appointed 25 November 2008
made Chairman 25 November 2019)*

Audit Committee

Carel Malan (Chair)
Martin Tolcher
Lumkile Mondli

Remuneration Committee

Kwape Mmela (Chair)
Martin Tolcher
Lumkile Mondli

Nomination Committee

Lumkile Mondli (Chair)
Martin Tolcher
Kwape Mmela

Executive Directors



Sean Gilbertson
Chief Executive Officer

*(Appointed 17 July 2017 -
made CEO 31 March 2018)*



David Lovett
Chief Financial Officer

(Appointed 31 March 2018)

Independent Non-Executive Directors



Lumkile Mondli
Lead Independent Director

(Appointed 29 October 2015)



Kwape Mmela

(Appointed 31 July 2017)



Carel Malan

(Appointed 9 January 2019)

Non-Executive Director



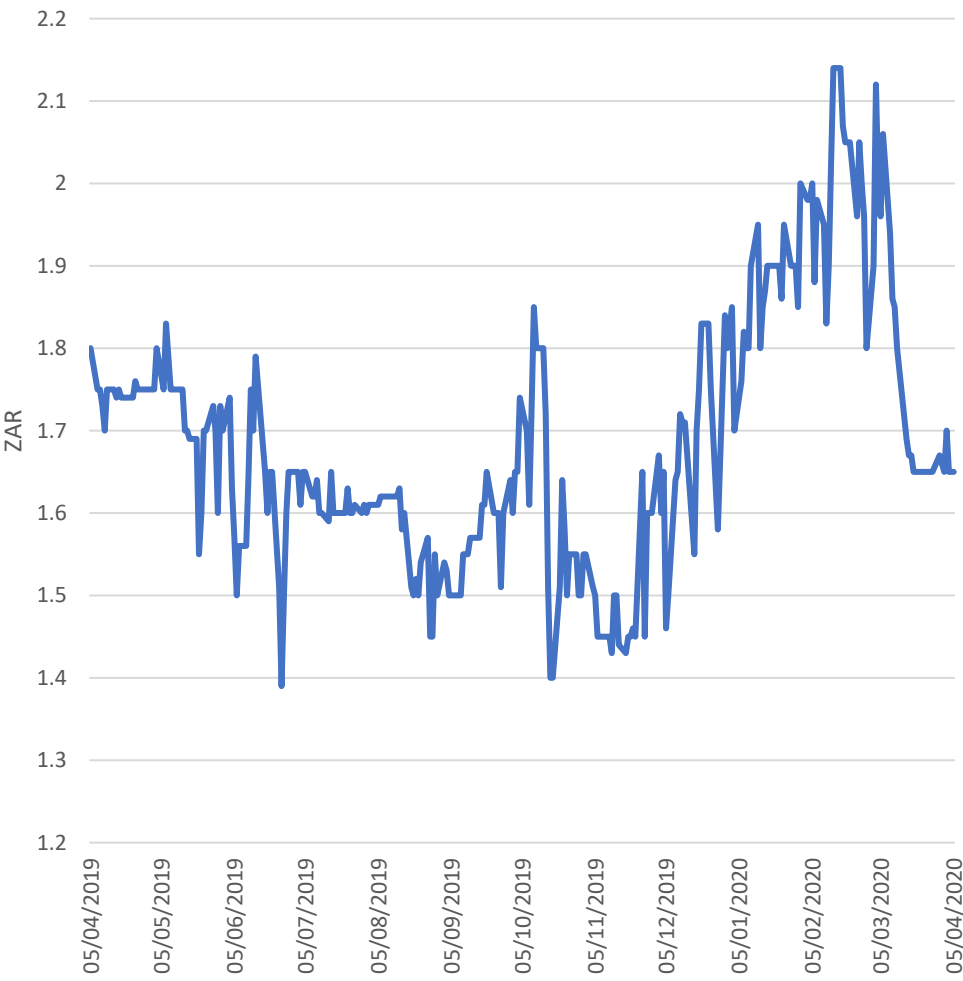
Dr Christo Wiese

(Appointed 11 February 2013)

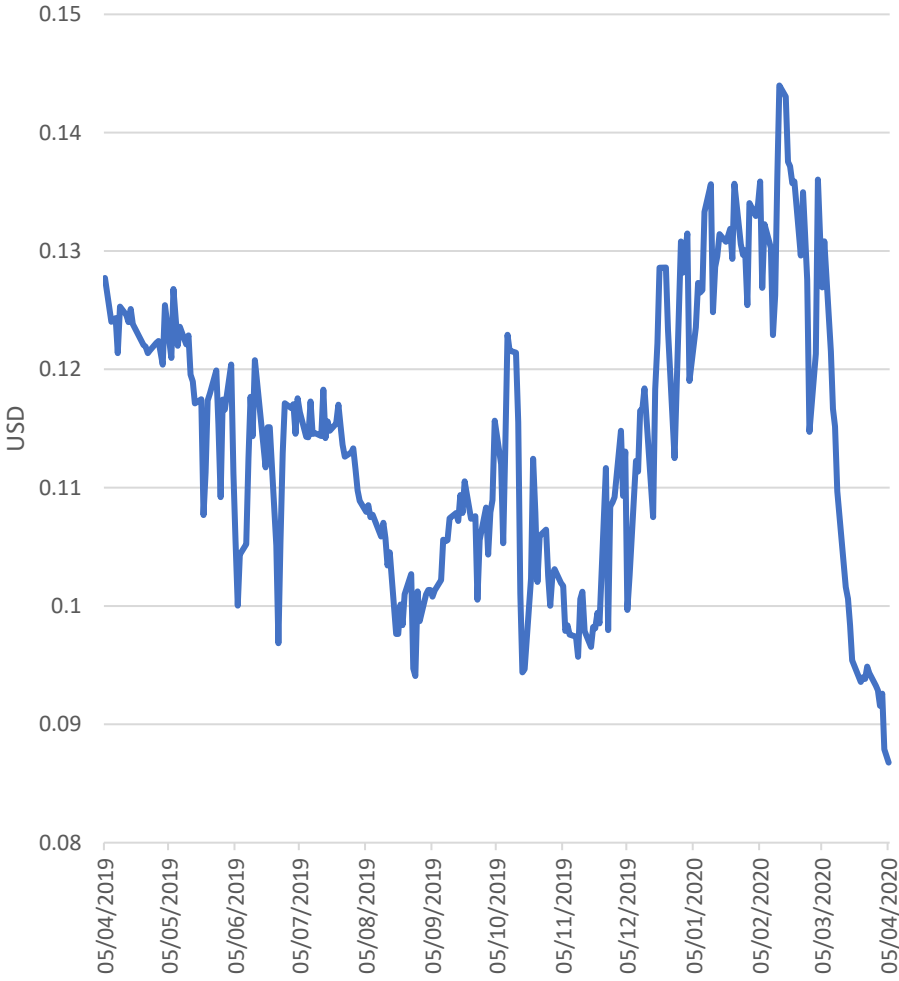
Gemfields Group Limited

SHARE PRICE (1 YEAR)

Gemfields Group Limited closing share prices
(5 Apr 2019 - 5 Apr 2020/ 1 Year) – ZAR/share



Gemfields Group Limited closing share prices
(5 Apr 2019 - 5 Apr 2020/ 1 Year) – USD/share



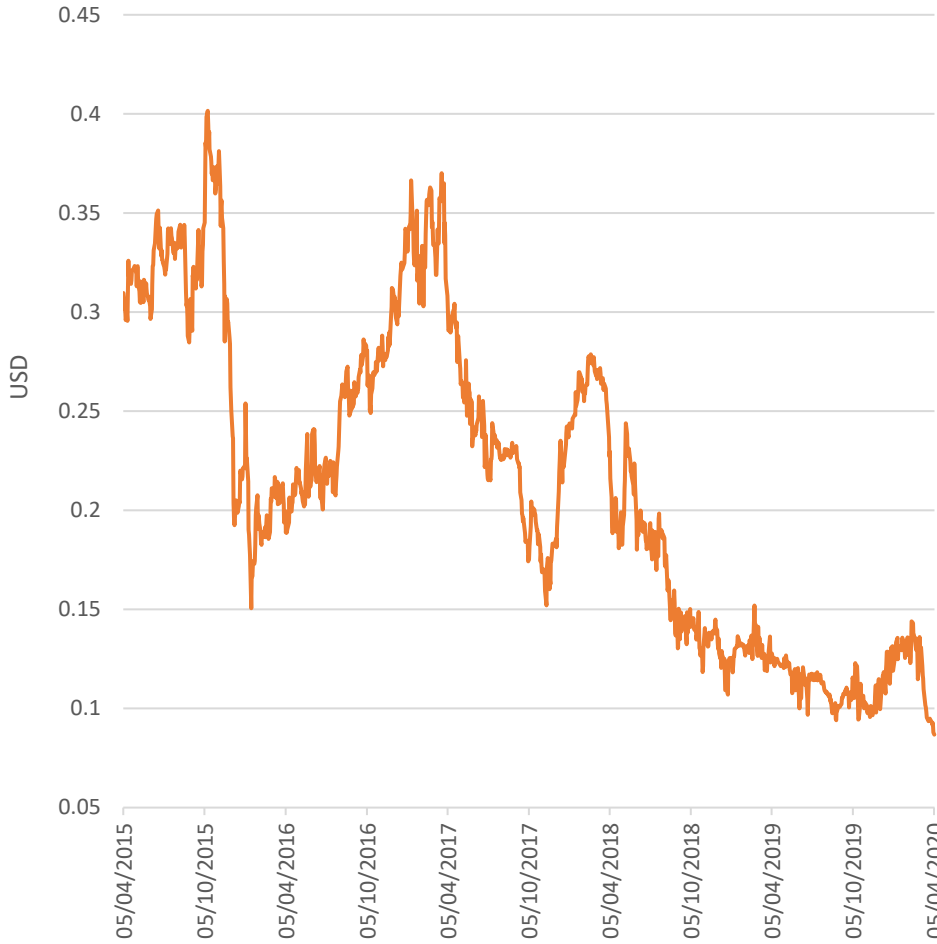
Gemfields Group Limited

SHARE PRICE (5 YEARS)

Gemfields Group Limited closing share prices
(5 Apr 2015 - 5 Apr 2020 / 5 Years) – ZAR/share

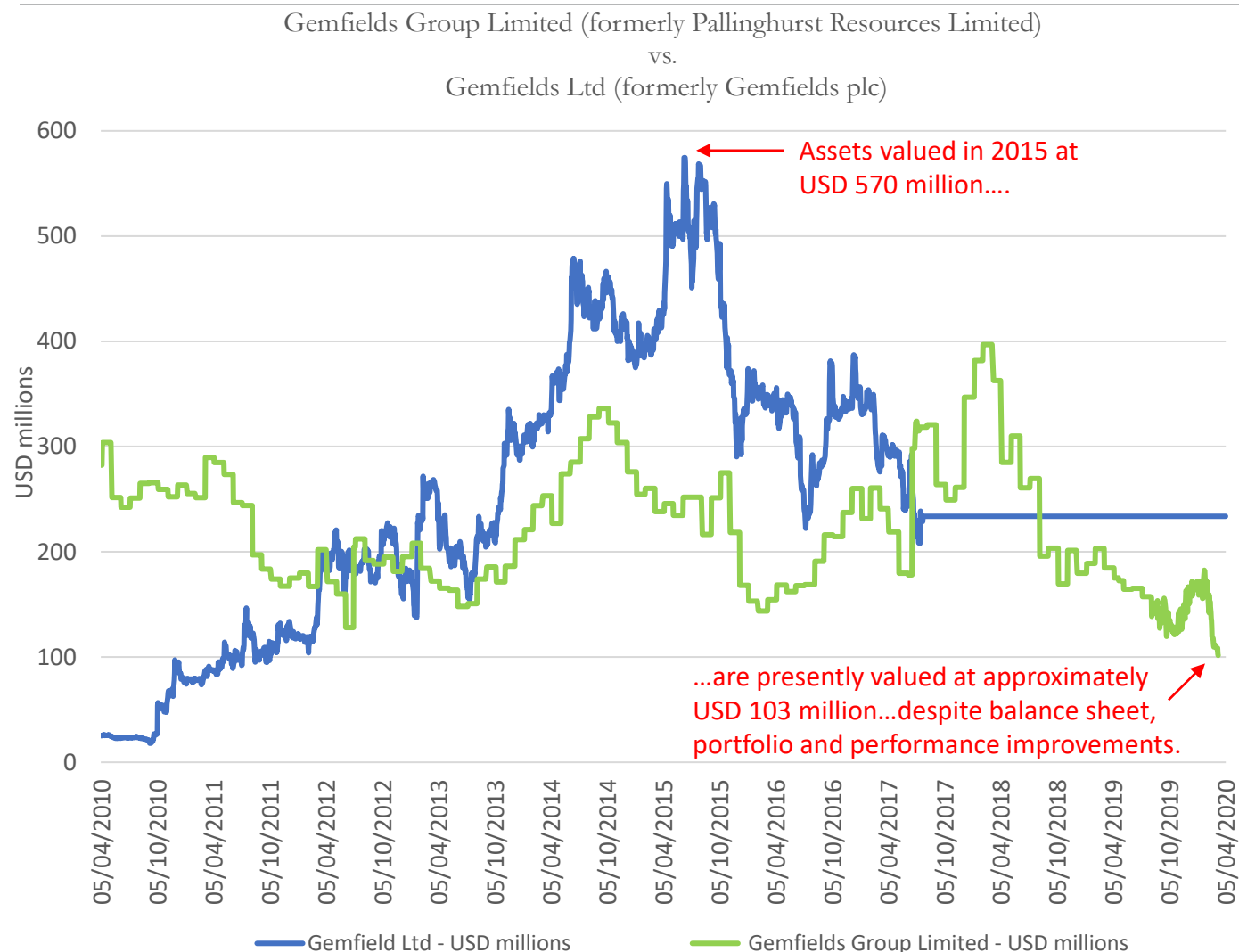


Gemfields Group Limited closing share prices
(5 Apr 2015 - 5 Apr 2020 / 5 years) – USD based



Gemfields Group Limited

MARKET CAPITALISATION (USD MILLION)



Gemfields Group Ltd is today circa 56% cheaper than Gemfields plc was at de-listing from AIM in August 2017, despite significant improvements in the balance sheet and operational performance.

Gemfields Group Limited

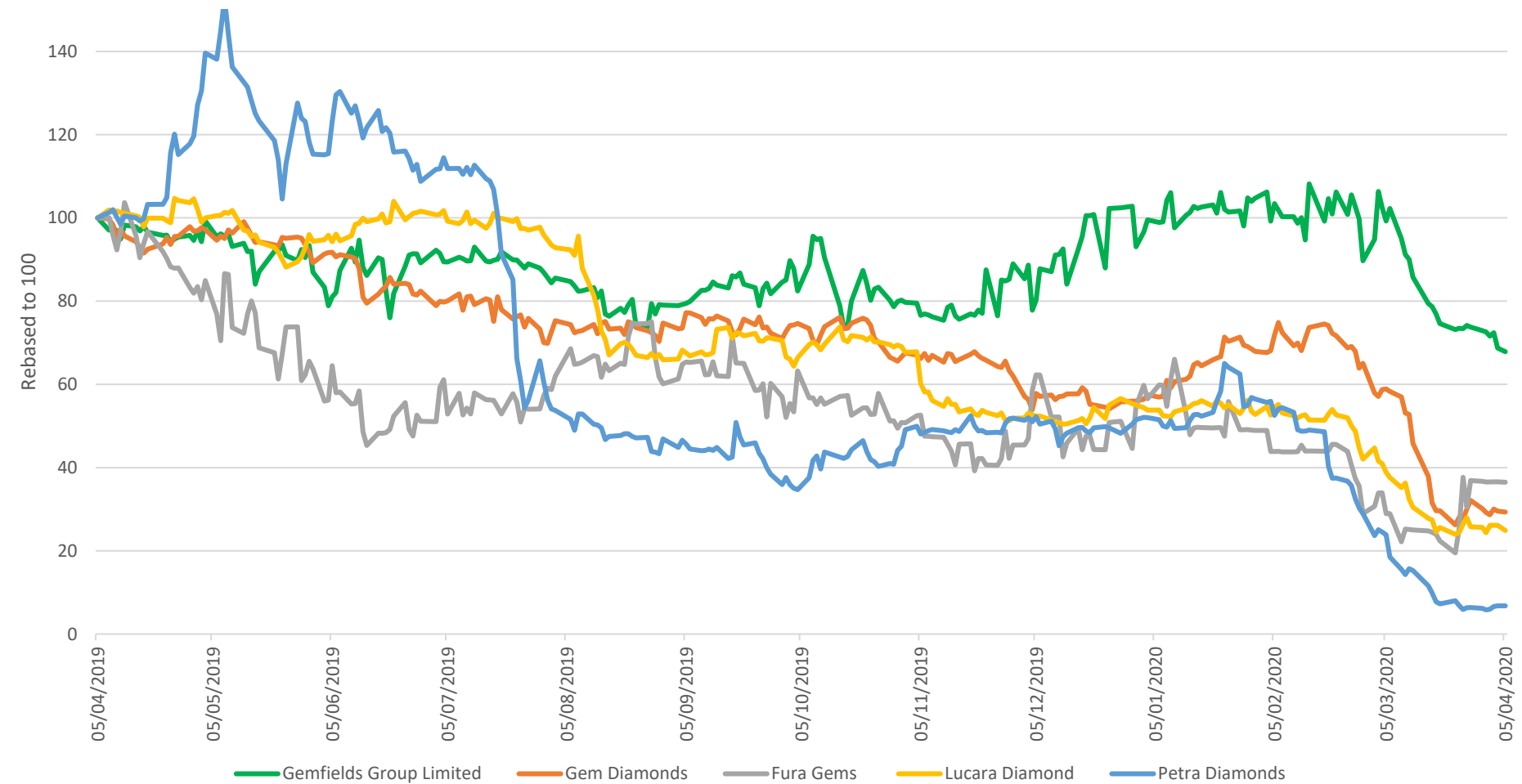
VALUATION COMPARISON TO PREVIOUSLY AIM LISTED GEMFIELDS PLC

	Gemfields Plc ¹ (AIM)	Gemfields Group Limited (JSE/AIM)	% difference
	30 June 2017	29 February 2020	
	USD millions	USD millions	
Cash	25.7	73.5	186%
(Debt)	(62.3)	(30.0)	52%
Net (Debt) / Cash	(36.6)	43.5	219%
	30 June 2017	31 December 2019	
Net Assets (Parent Only)	233.7	494.3	112%
	28 July 2017	5 April 2020	
Market Capitalisation	236	103	-56%
	28 July 2017 Market Cap versus 30 June 2017 NAV	5 April 2020 Market Cap versus 31 December 2019 NAV	
Premium/(discount) to Net Assets	1%	-79%	

¹ Gemfields Plc (now Gemfields Limited) delisted from AIM on 28 July 2017.

SHARE PRICE PERFORMANCE VERSUS DIAMOND PEER GROUP

Gemfields Group Limited share price (USD) versus Gemstone Peer Group (USD) for the past 1 year



GEMFIELDS GROUP LIMITED

COMPARISON TO DIVERSIFIED MINERS – KEY METRICS

Diversified Miners	TIDM	Headquarters	FCF Yield (%)	Dividend Yield (%)	PE Ratio	EV/Sales	EV/EBITDA	Market Cap (USD m)
GEMFIELDS	GML-ZA	St Peter Port	28*	N/A	4	0.3	1	USD 103
MAJORS								
FQM	FM-CA	Toronto	24%	0%	N/A	2	6	USD 3,013
Glencore	GLEN-GB	Baar	28%	9%	16	0	5	USD 19,740
BHP-Billiton	BHP-GB	London	10%	8%	8	2	4	USD 32,364
Rio Tinto	RIO-GB	London	9%	7%	9	2	5	USD 58,335
Anglo American	AAL-GB	London	7%	5%	7	1	4	USD 20,490
South 32	S32-AU	Perth	10%	3%	23	1	4	USD 5,370
Average			14%	5%	13	2	5	USD 23,219
GEMSTONE PEERS								
Petra Diamonds	PDL-GB	London	60%	N/A	N/A	2	5	USD 13
GEM Diamonds	GEMD-GB	London	2%	N/A	6	1	3	USD 49
Lucara	LUC-CA	Vancouver	13%	N/A	9	1	2	USD 119
Alrosa	ALRS-RU	Mirny	13%	12%	8	2	5	USD 5,928
Average			9%**	12%	8	1	4	USD 1,527
OTHER								
ZCCM-IH	MLZAM-FR	Lusaka	N/A	N/A	N/A	N/A	N/A	USD 122
Kenmare	KMR-GB	Dublin	-20%	4%	6	1	3	USD 257
Average			-20%	4%	6	1	3	USD 189
OVERALL AVERAGE			9%**	6%	10	1	4	USD 12,150

TIMELINE OF KEY CORPORATE EVENTS (2017-2020)



June 2017

Conversion of PRL from a 10-year closed-ended investment fund to an evergreen operating mining company.



July 2017

Gemfields plc is delisted from AIM and becomes Gemfields Ltd (effected January 2018).



March 2018

The PRL Board announces its decision to change the strategic focus of PRL to precious coloured gemstones and to support Jupiter at its IPO in April 2018.



April 2019

GGL takes decision to fully realise its investment in Jupiter. The final phase of the transaction completed in November 2019.



December 2019

GGL receives shareholder approval from its EGM to buy back up to a further 20% of its issued share capital.

June 2017

July 2017

March 2018

April 2019

December 2019

June – September 2017

July / August 2017

March 2018

June 2018

June 2019

February 2020



June – September 2017

PRL acquires the remaining Gemfields plc shares it did not already own, taking it to 100% ownership of Gemfields plc.



July – August 2017

The Board of Gemfields plc is restructured – Sean Gilbertson becomes CEO and David Lovett becomes CFO.



March 2018

Arne H. Frandsen and Andrew Willis step down as CE and FD, respectively.



June 2018

PRL shareholders approve PRL's name change to Gemfields Group Limited.



June 2019

GGL announces its intention to distribute USD24.7 million to its shareholders by way of Share Buy-Back and Special Dividend.



February 2020

GGL completes its listing on AIM, as its secondary listing.

Gemfields veterans Adrian Banks, Kartikeya Parikshya and CV Suresh join the Gemfields plc Board.

Sean Gilbertson and David Lovett take up the positions of CEO and CFO, respectively.

Revenues – USD

216.2 million

2018: 206.1 million

EBITDA¹ – USD

80.9 million

2018: 58.9 million

Earnings/Loss
Per Share – USDc

2.0

2018: USDc (5.0)

Cash Flows from
Operating Activities – USD

36.7 million

2018: 5.1 million

Free Cash Flows² – USD

31.1 million

2018: 26.9 million

Headline Earnings/Loss
Per Share – USDc

1.0

2018: USDc (3.0)

Normalised Earnings³ – USD

25.5 million

2018: 19.8 million

Net Cash/(Debt) – USD

25.4 million

31 December 2018: 9.8 million

Auction Receivables⁴ – USD

57.7 million

2018: 41.1 million

1. Earnings before interest, taxation, depreciation and amortisation.

2. Free Cash Flow is calculated as cashflow from operating activities less capital expenditure and tax paid. Free Cash Flow is calculated pre working capital movements.

Free Cash Flow post working capital movements for the year ended 31 December 2019 was USD5.8 million (2018: (26.9) million).

3. Normalised Earnings of USD25.5 million for the period excludes impairment charges and reversals, fair value movements in Jupiter and Sedibelo, dividends received by Jupiter, Leigh Day costs and the 15% export duty in Zambia (suspended from 1 January 2020).

4. Auction receivables at 31 December 2019 relates to the Kagem and MRM auctions held in November and December 2019.

Gemfields Group Limited

SEGMENTAL STATEMENT OF CASH FLOWS – (EBITDA / FREE CASH FLOW) FOR THE YEAR ENDED 31 DECEMBER 2019

1 January 2019 to 31 December 2019	Zambia USD'000	Mozambique USD'000	PGMs USD'000	Steel Making Materials USD'000	Corporate USD'000	Fabergé USD'000	Other USD'000	Total USD'000
Revenue	78,965	121,524	–	–	815	10,517	4,412	216,233
Operating costs and cost of sales ¹	(50,621)	(39,764)	–	–	(29,172)	(16,990)	1,206	(135,341)
Marketing, management and auction costs	(9,870)	(15,069)	–	–	24,939	–	–	–
EBITDA	18,474	66,691	–	–	(3,418)	(6,473)	5,618	80,892
<i>Add back:</i> Change in inventory	(8,437)	(8,957)	–	–	1,018	7,307	(186)	(9,255)
Tax paid (excluding WHT)	(1,939)	(7,753)	–	–	–	–	–	(9,692)
Capital expenditure	(4,330)	(25,411)	–	–	–	–	(1,104)	(30,845)
Free cash flow before working capital movements	3,768	24,570	–	–	(2,400)	834	4,328	31,100
Working capital movements ²	361	(10,698)	–	–	(6,140)	(4,271)	(4,509)	(25,257)
Free cash flow	4,129	13,872	–	–	(8,540)	(3,437)	(181)	5,843
Cash generated from operations	10,398	47,036	–	–	(8,540)	(3,437)	923	46,380
Tax paid (excluding WHT)	(1,939)	(7,753)	–	–	–	–	–	(9,692)
Capital expenditure	(4,330)	(25,411)	–	–	–	–	(1,104)	(30,845)
Free cash flow	4,129	13,872	–	–	(8,540)	(3,437)	(181)	5,843

¹ Excluding share-based payments and inventory impairments.

² Includes movements relating to inventory purchases and excludes VAT refunds.

SEGMENTAL INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

1 January 2019 to 31 December 2019	Zambia USD'000	Mozambique USD'000	PGMs USD'000	Steel Making Materials USD'000	Corporate USD'000	Fabergé USD'000	Other USD'000	Total USD'000
Rough gemstones ¹	78,965	121,524	—	—	—	—	3,595	204,084
Jewellery	—	—	—	—	4	10,517	—	10,521
Cut and polished	—	—	—	—	811	—	817	1,628
Revenue ²	78,965	121,524	—	—	815	10,517	4,412	216,233
Mineral royalties and production taxes	(4,982)	(12,123)	—	—	—	—	—	(17,105)
Export duty on Zambian emeralds	(12,440)	—	—	—	—	—	—	(12,440)
Marketing, management and auction costs	(9,870)	(15,069)	—	—	24,939	—	—	—
Change in inventory and cost of sales	8,437	8,957	—	—	(1,018)	(7,307)	186	9,255
Mining and production costs ³	(35,850)	(27,271)	—	—	(780)	(29)	574	(63,356)
Selling, general and administrative costs ⁴	(5,949)	(9,580)	—	—	(27,632)	(9,655)	(116)	(52,932)
Other income	163	253	—	—	258	1	562	1,237
EBITDA	18,474	66,691	—	—	(3,418)	(6,473)	5,618	80,892
Dividend income	—	—	—	2,582	—	—	—	2,582
Realised fair value gains	—	—	—	4,645	—	—	—	4,645
Unrealised fair value gains	—	—	7,053	—	—	—	—	7,053
Depreciation and amortisation	(13,440)	(19,077)	—	—	(597)	(1,657)	(56)	(34,827)
Share-based payments	—	—	—	—	(1,693)	—	—	(1,693)
Impairment reversal/(charges) ⁵	20,824	(250)	—	—	—	(6,210)	(1,163)	13,201
Profit/(loss) from operations	25,858	47,364	7,053	7,227	(5,708)	(14,340)	4,399	71,853
Net finance (expense)/income	(4,135)	(1,137)	—	—	1,193	2,486	(2,887)	(4,480)
Taxation	(13,305)	(15,551)	—	—	(473)	1,538	(451)	(28,242)
Profit/(loss) after taxation	8,418	30,676	7,053	7,227	(4,988)	(10,316)	1,061	39,131

1 Kagem held two commercial quality and two higher quality auction during 2019. MRM held two mixed quality auction during the year.

2 Revenues have been recognised at one point in time, as control passes to the customer.

3 Excluding mineral royalties and production taxes, and inventory impairments.

4 Excluding share-based payments.

5 Including inventory impairments.

Gemfields Group Limited

SEGMENTAL BALANCE SHEET AT 31 DECEMBER 2019

31 December 2019	Zambia USD'000	Mozambique USD'000	PGMs USD'000	Steel Making Materials USD'000	Corporate USD'000	Fabergé USD'000	Other USD'000	Total USD'000
Mining asset	141,909	165,058	—	—	—	—	—	306,967
Property, plant and equipment, and intangibles	22,289	52,132	—	—	2,782	42,070	5,873	125,146
Listed and unlisted investments	—	—	57,500	—	1,455	—	—	58,955
Operating assets	60,404	89,112	—	—	10,450	35,775	2,795	198,536
Cash and cash equivalents	4,925	22,272	—	—	49,100	758	1,163	78,218
Segment assets	229,527	328,574	57,500	—	63,787	78,603	9,831	767,822
Deferred tax asset								7,227
Other								9,104
Total assets								784,153
Borrowings	30,000	22,827	—	—	—	—	—	52,827
Operating liabilities	11,645	33,378	—	—	8,424	5,546	1,213	60,206
Segment liabilities	41,645	56,205	—	—	8,424	5,546	1,213	113,033
Deferred tax liability								92,177
Total liabilities								205,210
Net (debt)/cash	(25,075)	(555)	—	—	49,100	758	1,163	25,391

Gemfields Group Limited

NET CASH/(DEBT) PROFILE, USD'000

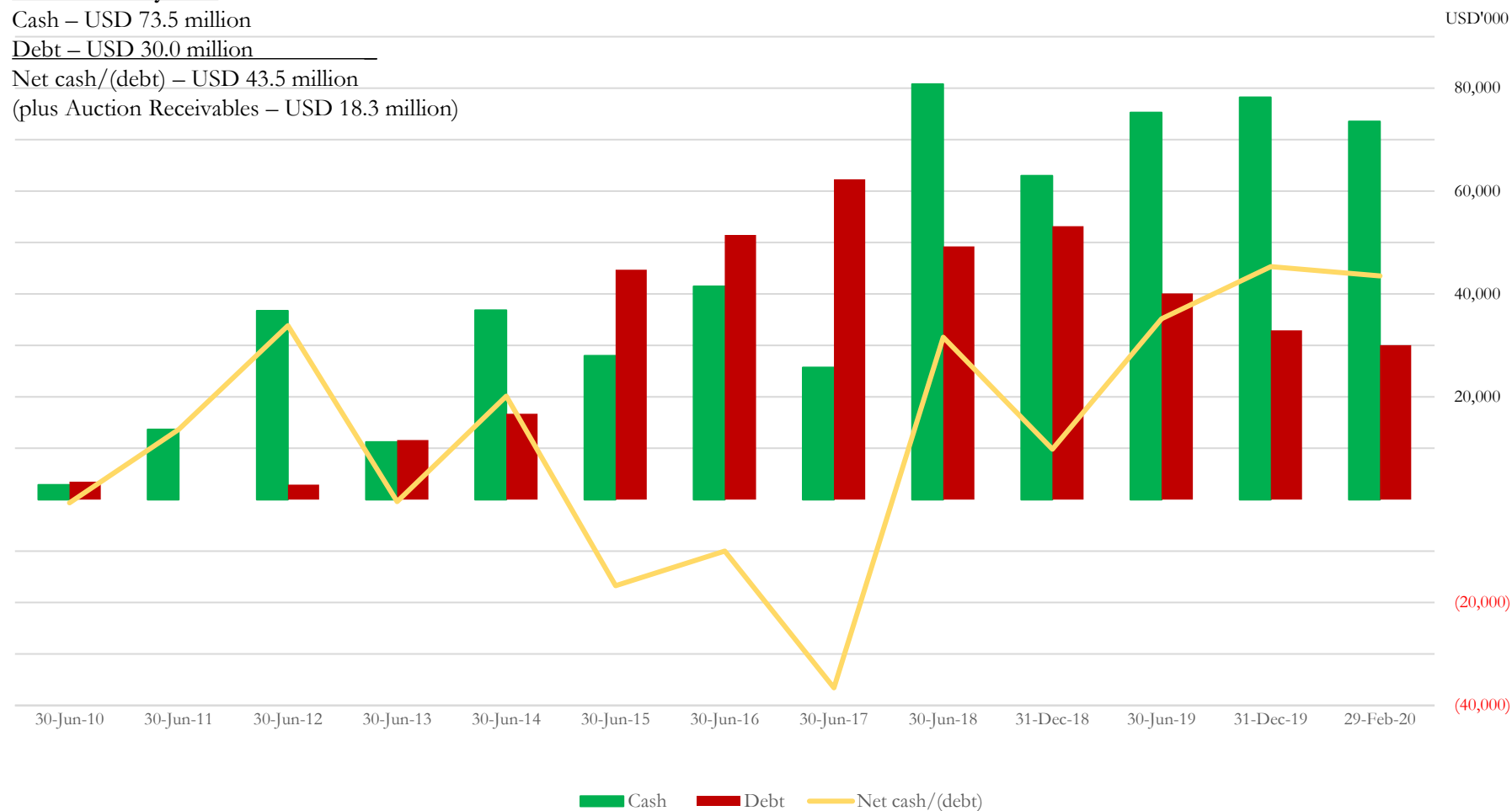
At 29 February 2020

Cash – USD 73.5 million

Debt – USD 30.0 million

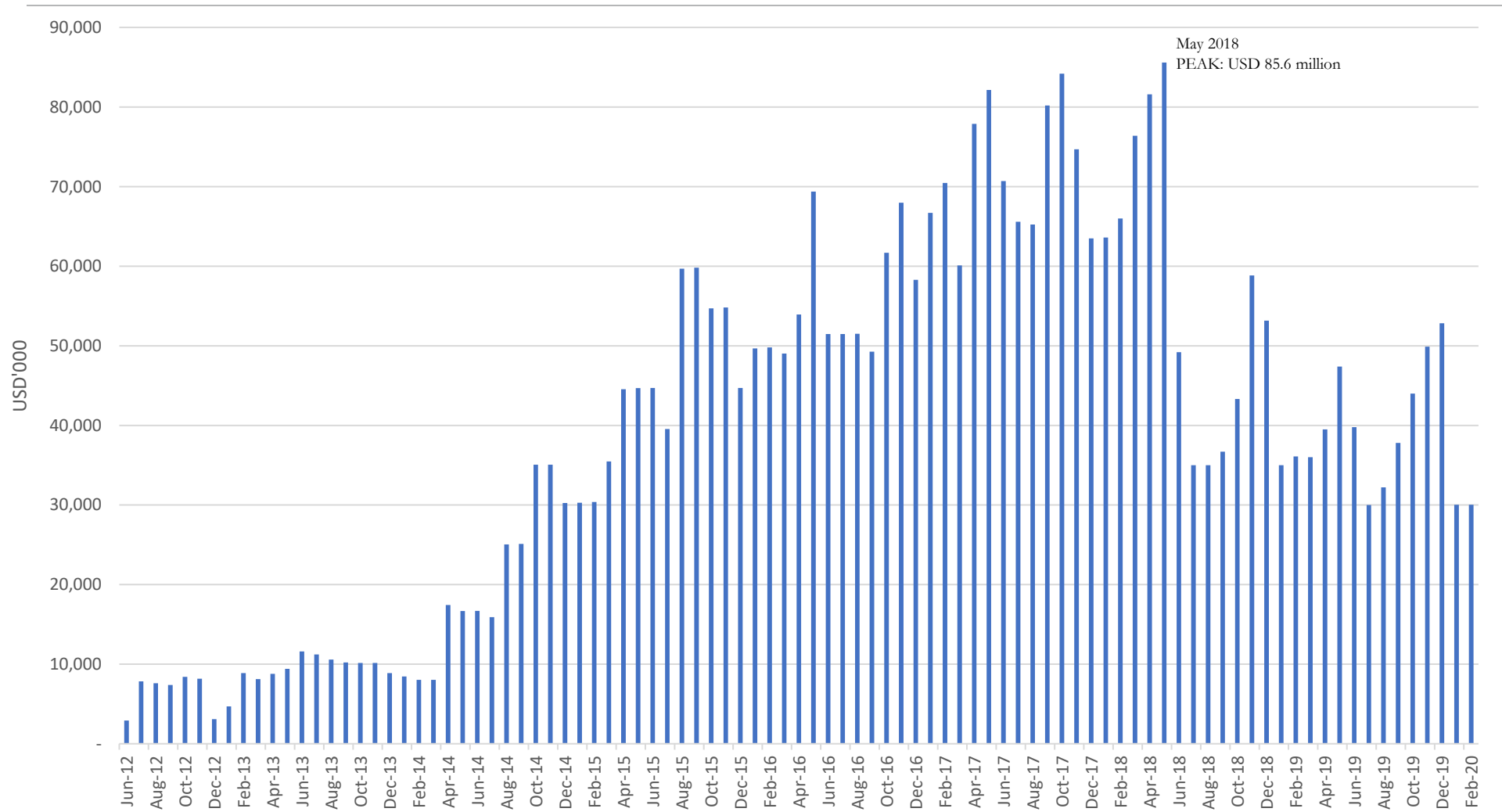
Net cash/(debt) – USD 43.5 million

(plus Auction Receivables – USD 18.3 million)



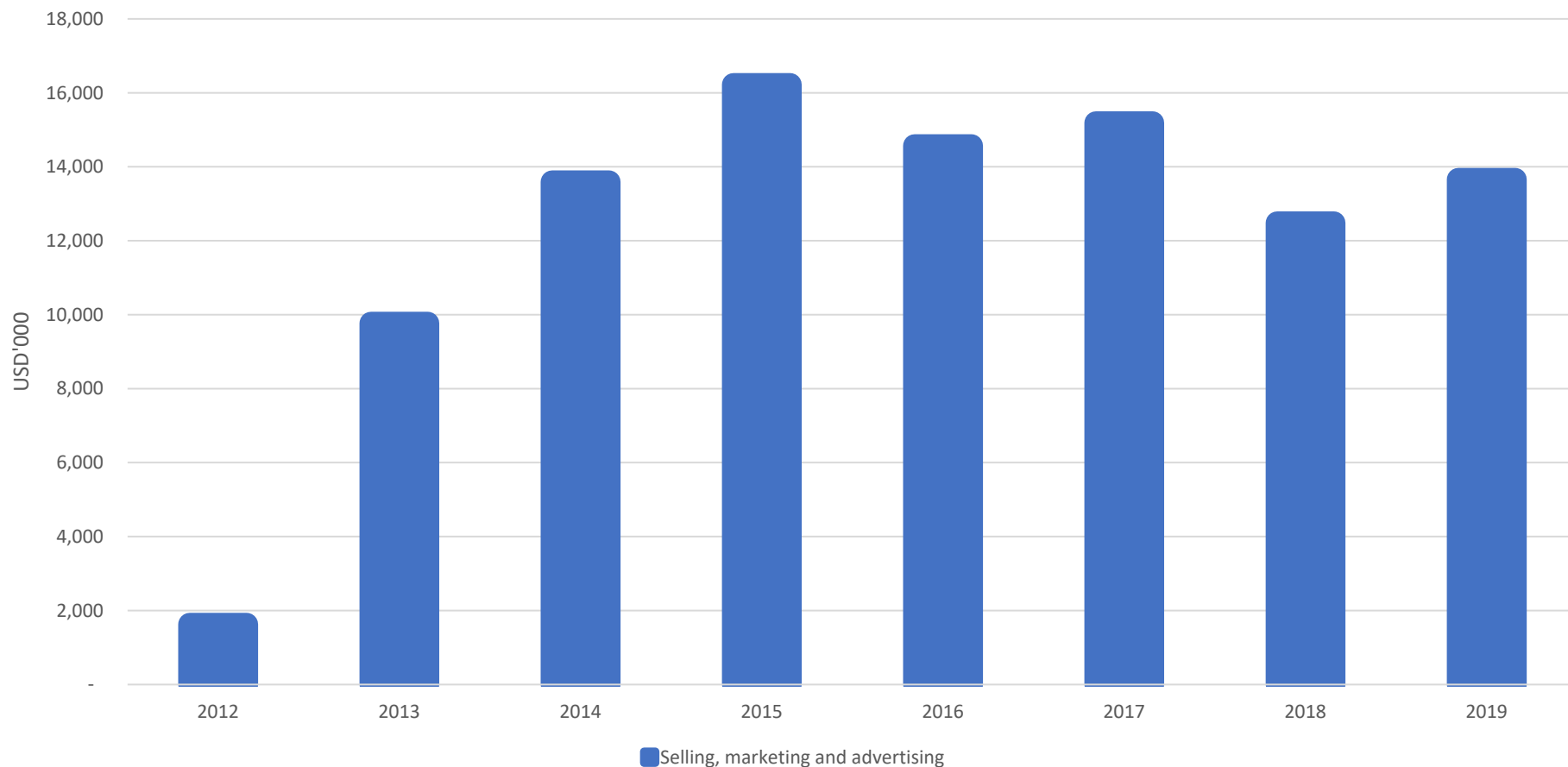
1 Figures pre August 2017 relate to Gemfields Ltd (formerly Gemfields Plc).

GROSS DEBT PROFILE, USD'000



1 Figures pre August 2017 relate to Gemfields Ltd (formerly Gemfields plc).

MARKETING, SELLING AND ADVERTISING COSTS (ANNUAL, EXCLUDING FABERGÉ) in USD'000



1 For the years 2012 – 2017, financial periods run from 1 July – 30 June. For years 2018 onwards, financial periods run from 1 January – 31 December. Therefore costs associated for the period 1 July – 31 December 2017 have been omitted from the graph. 2017 bar relates to the period 1 July 2016 – 30 June 2017. Costs for the period 1 July 2017 – 31 December 2017 were USD 5.2 million.

2 Figures pre 2018 relate to Gemfields Ltd (formerly Gemfields Plc).

Operations – Kagem, MRM and Fabergé



GEMFIELDS

Responsibly sourced Zambian emeralds
and Mozambican rubies.

Working with conservation partners
to protect Africa's wildlife and
biodiversity.

CY2019 PRODUCTION AND MINING KPIs	UNITS	KAGEM MINING LTD	MONTEPUEZ RUBY MINING LDA
Premium Emerald/ Premium Ruby Production	carats'000	209	81
Total Gemstone Production	carats'000	42,481	2,236
Ore Processed	tonnes'000	170	846
Ore Production	tonnes'000	215	1,072
Grade – Overall	carat/tonne	198	2.6
Grade – Premium	carat/tonne	1.0	0.1
Waste Mined	tonnes'000	13,391	6,080
Total Rock Handling	tonnes'000	13,606	7,152
Stripping Ratio ¹		61.1	4.9

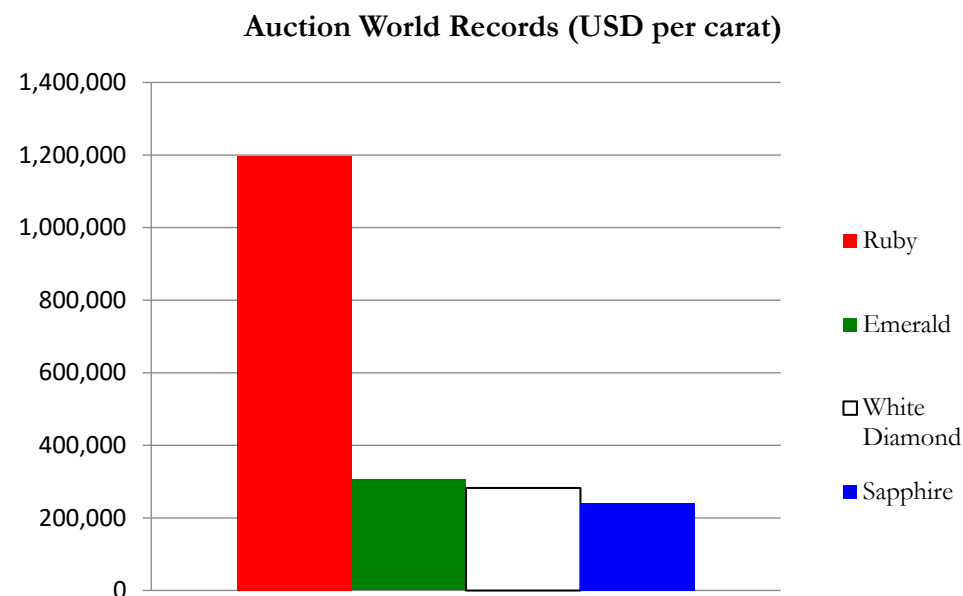
¹ Stripping Ratio calculation excludes miscellaneous waste mined in its calculation.

² CY is 1 January 2019 – 31 December 2019.

COMPETENT PERSONS REPORTS

	KAGEM	MRM
Effective Date	1 July 2019	1 July 2019
Competent Person	SRK Consulting	SRK Consulting
Reporting code - mineral resources and mineral reserves	JORC Code (2012 edition)	JORC Code (2012 edition)
Net Present Value (post-tax)	USD 600 million	USD 567 million
Mining Licence valid to	April 2045	November 2036
Life-Of-Mine Plans (“LoMPs”) – (excludes inferred resources)		
Duration (years)	23	14
Steady-state ore (Mtpa)	0.14	1.5
Steady-state waste (Mtpa)	12.7	6.0
Overall stripping ratio (t/t)	76	4.0
Attributable (75%) Mineral Resources – Primary	Measured 581kt at 210ct/t Indicated 2,880kt at 265ct/t Inferred 1,050kt at 145ct/t	- Indicated 857kt at 96ct/t Inferred 180kt at 98ct/t
Attributable (75%) Mineral Resources – Secondary	N/A	Indicated 14,773kt at 3.9ct/t Inferred 29,850kt at 11.3ct/t
Attributable (75%) Mineral Reserves – Primary	Proved 511kt at 179ct/t Probable 2,205kt at 215ct/t	- Probable 845kt at 98ct/t
Attributable (75%) Mineral Reserves – Secondary	N/A	- Probable 14,731kt at 4ct/t
Plant design capacity (tph): Scrubber DMS	72 reduced to 45	200 83

- Since 2009, Gemfields has held 48 auctions (35 of Zambian emeralds & 13 of Mozambican rubies), surpassing USD 1.2 billion in combined auction revenue.
- Sales of coloured gemstones continue to outperform the wider jewellery market. USD 2-3 billion of rubies, emeralds and sapphires produced each year (De Beers, Diamond Insight Report 2018).
- The prices of rubies and emeralds are determined by many factors but can be narrowed down to the six Cs (colour, clarity, cut, carat, certification and character). The origin of a gemstone also has a significant effect on price.
- The past decade has seen the world record auction prices for cut emeralds and rubies surpass that of colourless diamonds on a per carat basis. Per carat prices achieved at Gemfields' high-quality auctions of Zambian rough emeralds have increased by more than 1,500% since July 2009.
- This popularity and increase in prices has been due to various factors, including improved manufacturer and consumer confidence in coloured gemstones. Gemfields' proprietary grading system and pioneering auction platform have been key in delivering reliable, consistent and transparent supplies.





Kagem Mining Limited



GEMFIELDS

Responsibly sourced Zambian emeralds
and Mozambican rubies.

Empowering local communities by
establishing schools, education initiatives
and scholarships.

Kagem Emerald Mine, Zambia

OPERATIONS, EMERALDS AND COMMUNITY PROJECTS



Kagem Emerald Mine, Zambia

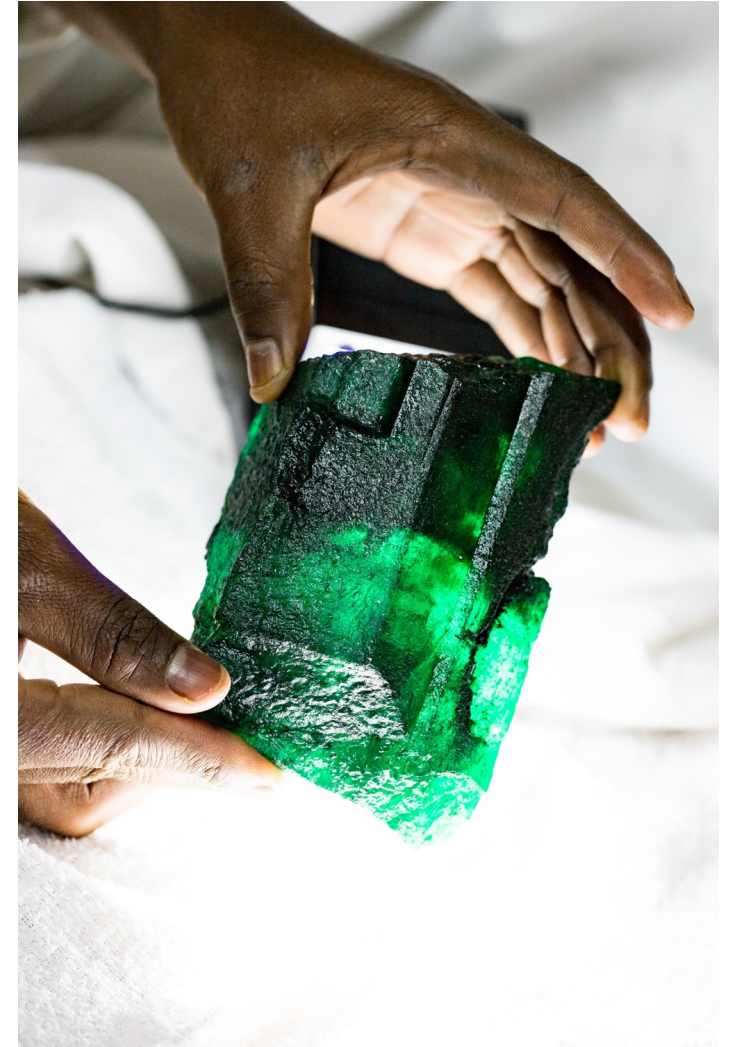
CHAMA PIT - NOW 140M DEEP



Kagem Emerald Mine, Zambia

OVERVIEW

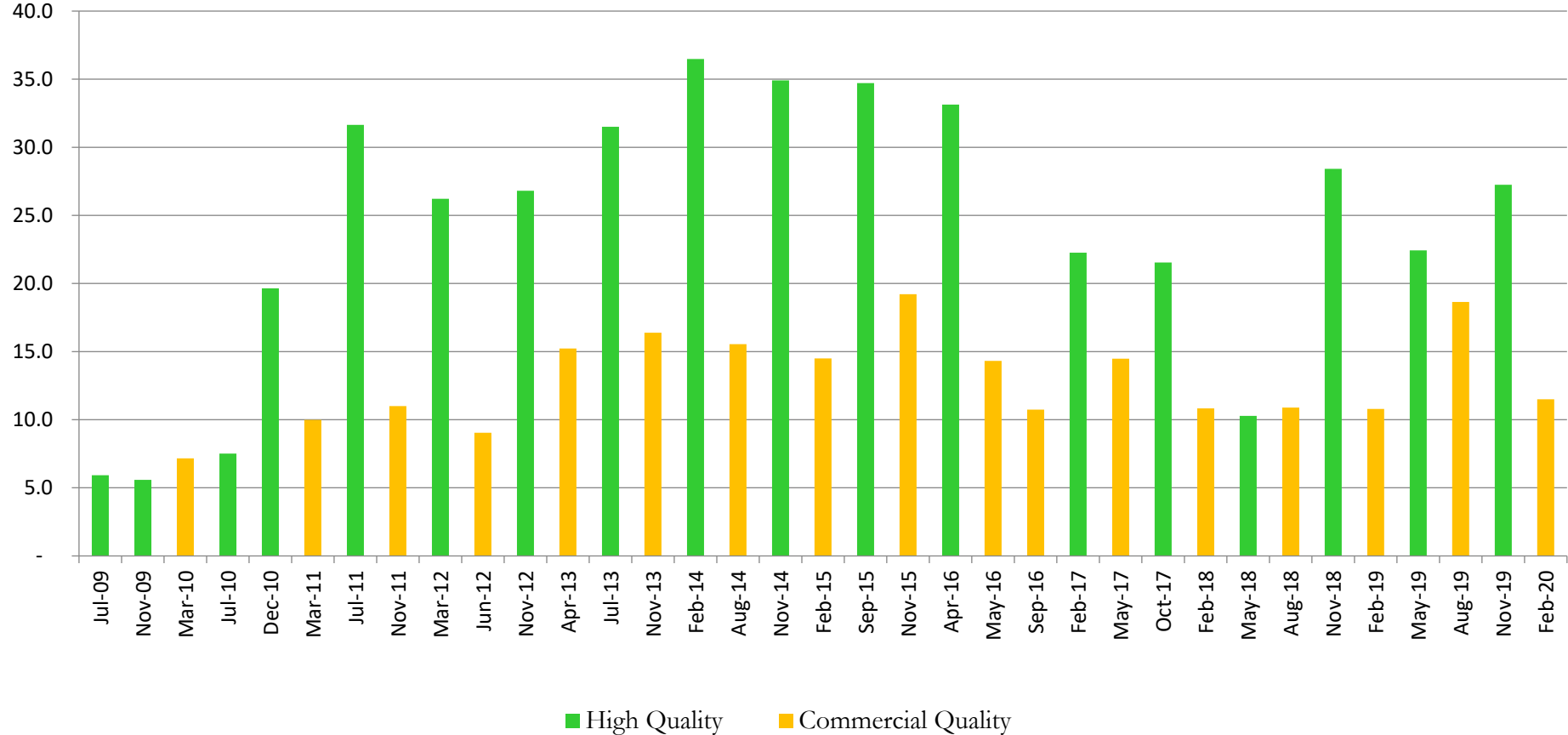
- Kagem is an emerald mine in the “Copperbelt” region of northern Zambia, estimated to produce around a quarter of the world’s emeralds. It has been operating for over 20 years.
- It is the world’s single-largest producing emerald mine
- Gemfields controls and owns 75% of the mine, with the remaining balance held by the Government of the Republic of Zambia, via its Industrial Development Corporation.
- Kagem produced a total of 36.3 million carats of emerald and beryl and 204,600 carats of premium emeralds for the year ending 31 December 2019.
- Kagem generated total auction sales revenue of USD 79.0 million during 2019 and USD 11.5 million from its commercial quality auction in February 2020, taking total cumulative mine revenue from 35 auctions to USD 647 million.
- Positive momentum at the end of 2019 with the renewal of its 25-year licence to April 2045 in December 2019 and the suspension by the Zambian Government of the 15% export duty on precious gemstones with effect from 1 January 2020. The suspension will directly improve the cash generation at Kagem.



Kagem Emerald Mine Performance

Z A M B I A

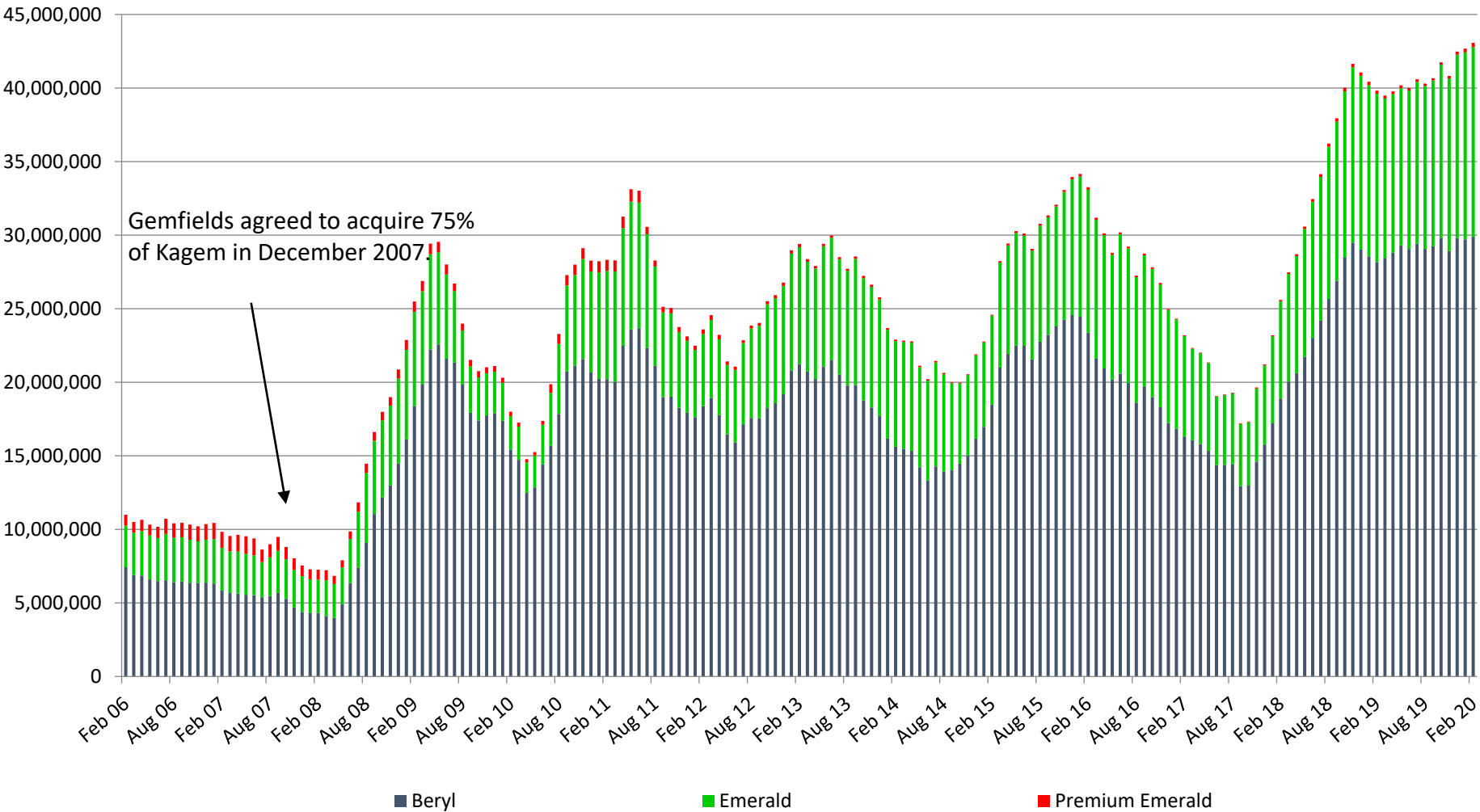
KAGEM EMERALD TOTAL AUCTION SALES (USD MILLION)
CUMULATIVE REVENUE IS USD 647 MILLION FROM 35 AUCTIONS



Kagem Emerald Mine Performance

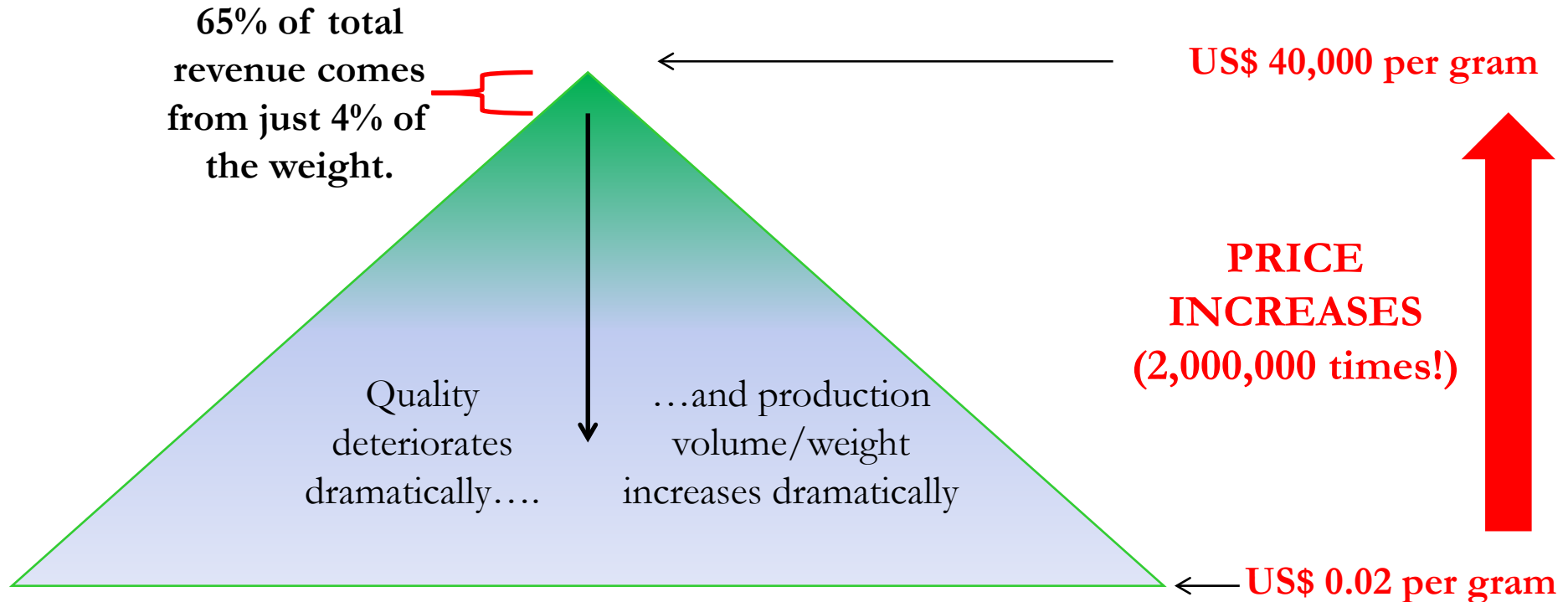
Z A M B I A

KAGEM (LAST 12 MONTHS) GEMSTONE PRODUCTION – EMERALD + BERYL (CARATS)



Kagem Emerald Mine Performance

MYTH BUSTING – EMERALD VALUE (IN THE ROUGH)



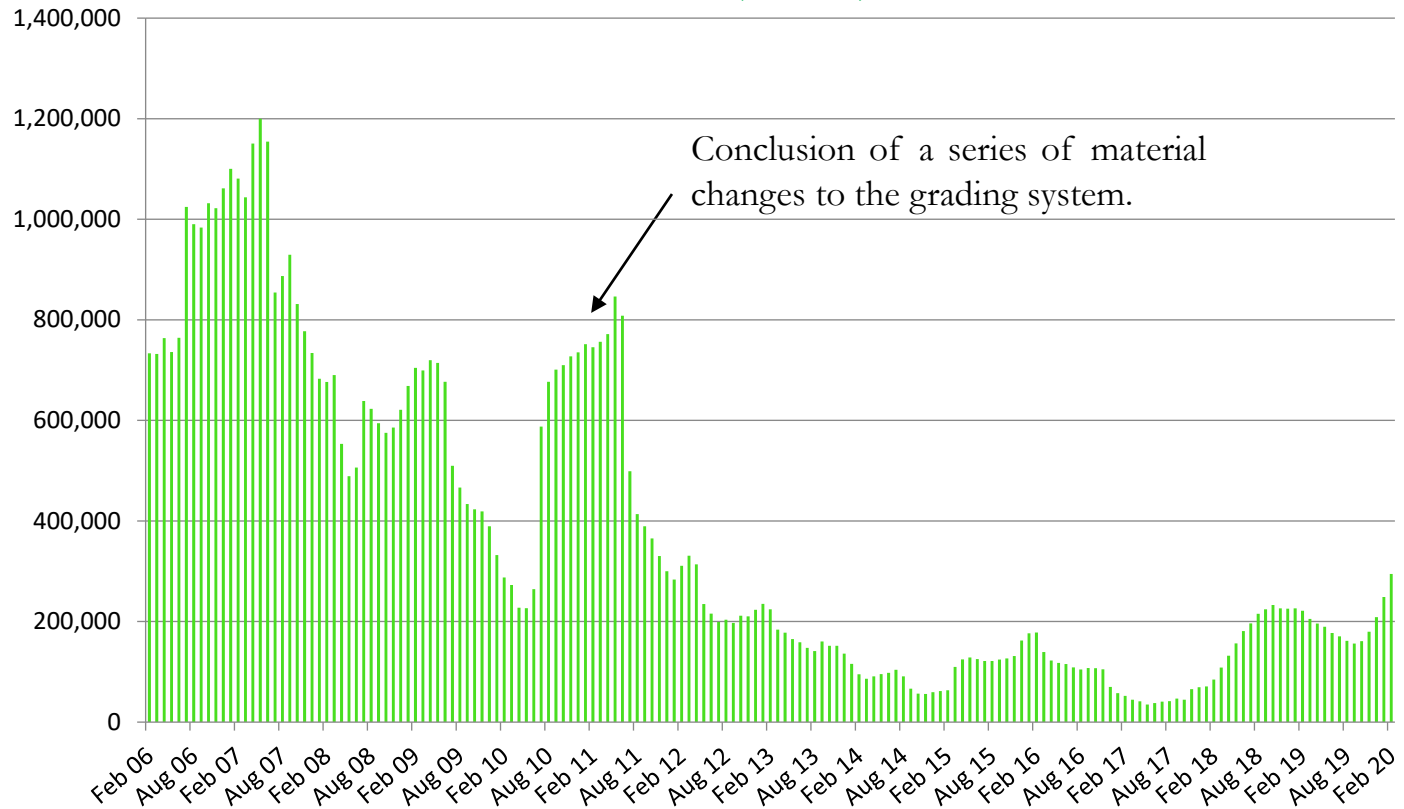
- Kagem's 35 auctions to date (which account for some 98% of revenues to date) have yielded USD 646.5 million across 23,159,136 grams sold, equating to USD 27.91 per gram (or USD 5.58 per carat).
- As an overall average, including direct, outside-of-auction sales of low grade material (constituting approximately 2% of total revenues to date, but some 58% of the weight sold to date), Kagem achieves approximately USD 12 per gram (or USD 2.40 per carat).

Kagem Emerald Mine Performance

ZAMBIA

- The key value driver for Kagem is the production and sale of premium emeralds.
- Increased emphasis has been placed on diversifying the number of production points in order to pursue the spreading of risk and stabilising output.
- Gemfields' target is 10,000 carats of premium emerald per month.

KAGEM (LAST 12 MONTHS) PREMIUM EMERALD PRODUCTION (CARATS)

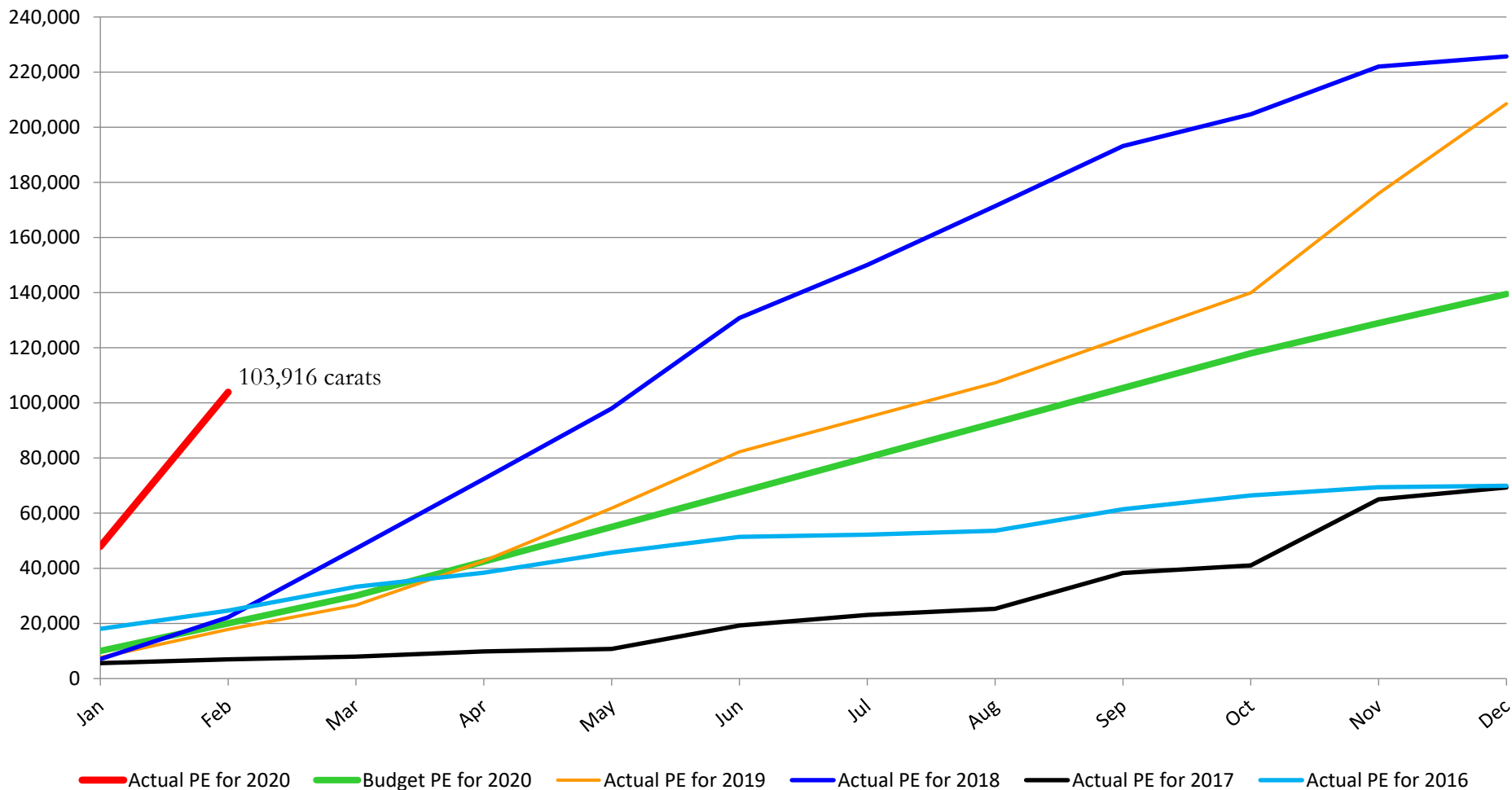


“Premium” classification is determined during the initial ‘sorting’ phase of rough gems arriving from the mine and the washing plant into broad categories. The understanding of value and their final grades in the Gemfields grading system (made up of hundreds of grades) improves as the gems move through the processes of cleaning, ‘grading’ and ‘referencing’.

Kagem Emerald Mine Performance

ZAMBIA

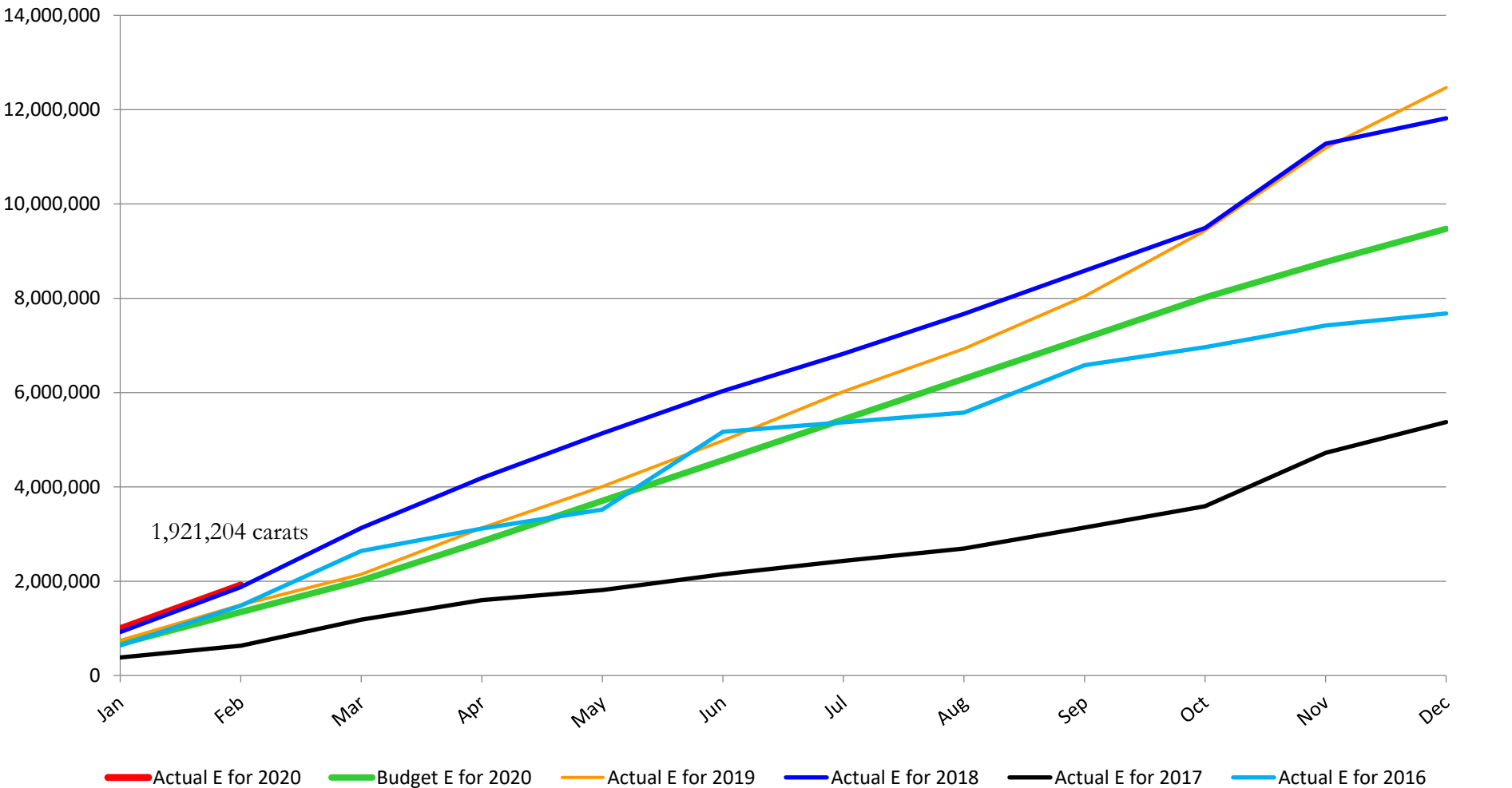
KAGEM CUMULATIVE PREMIUM EMERALD (PE) PRODUCTION (CARATS) BY CALENDAR YEAR



Kagem Emerald Mine Performance

ZAMBIA

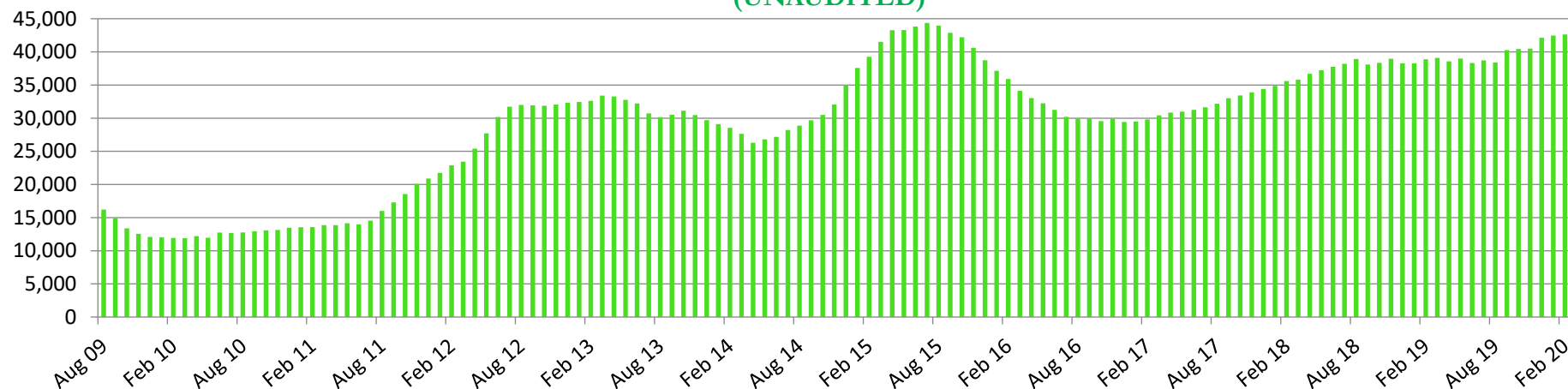
KAGEM CUMULATIVE EMERALD (E) PRODUCTION (CARATS) BY CALENDAR YEAR



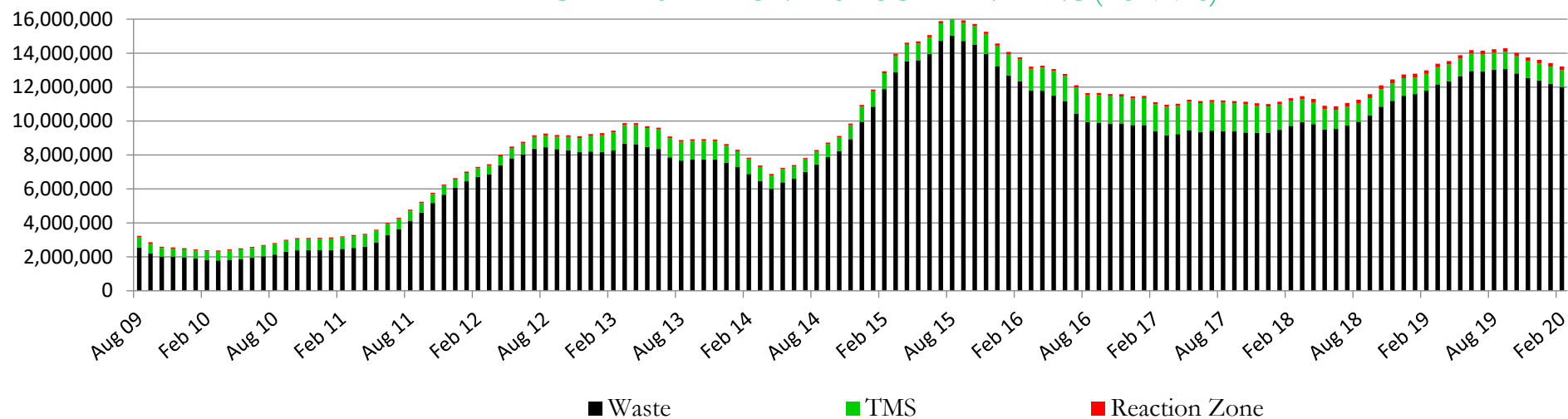
Kagem Emerald Mine Performance

ZAMBIA (OPEX and ROCK HANDLING)

**KAGEM TOTAL OPERATING COSTS, LAST 12 MONTHS (ACTUAL CASH COST BASIS) USD'000
(UNAUDITED)**

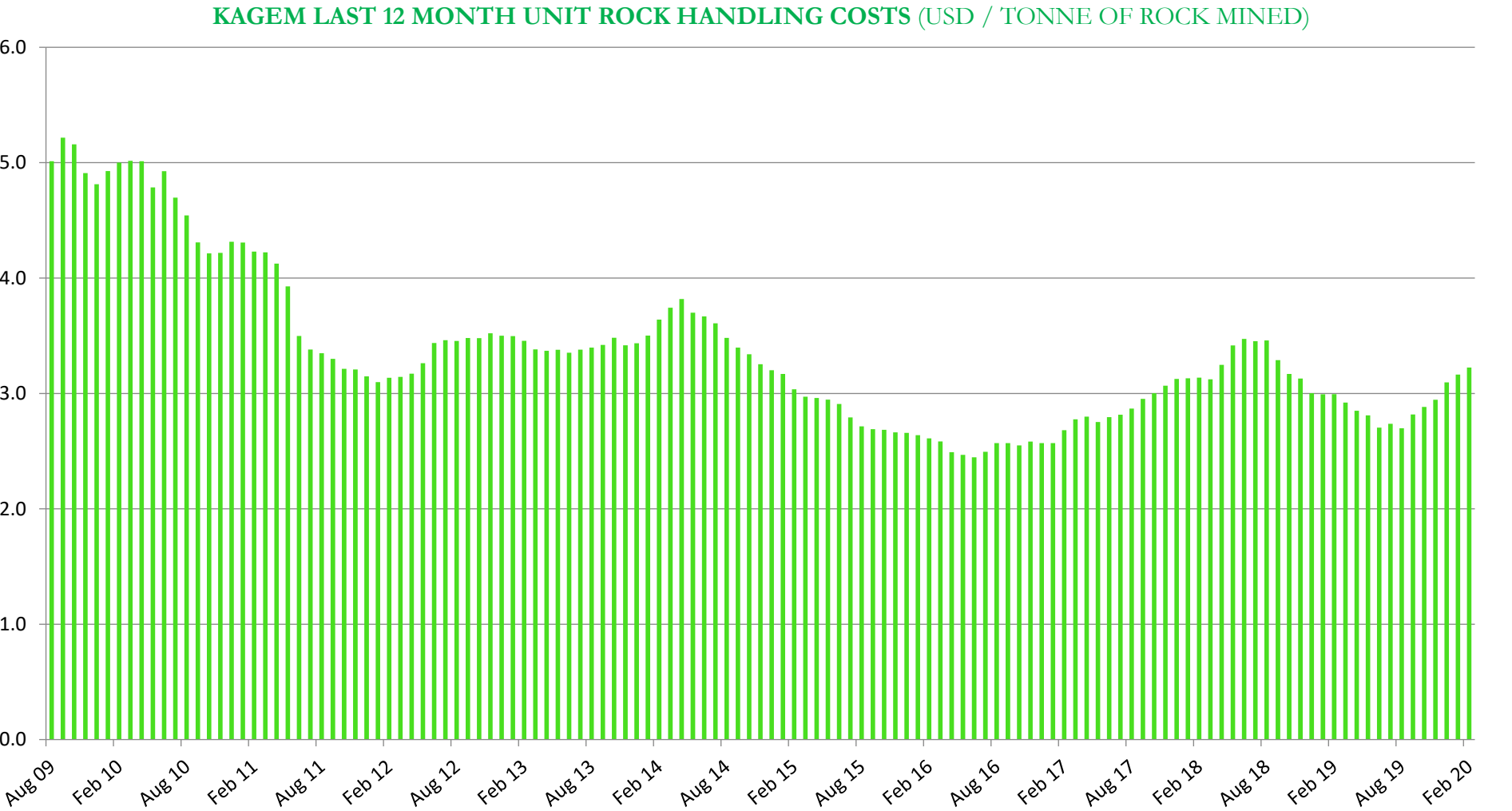


KAGEM LAST 12 MONTHS ROCK HANDLING (TONNES)



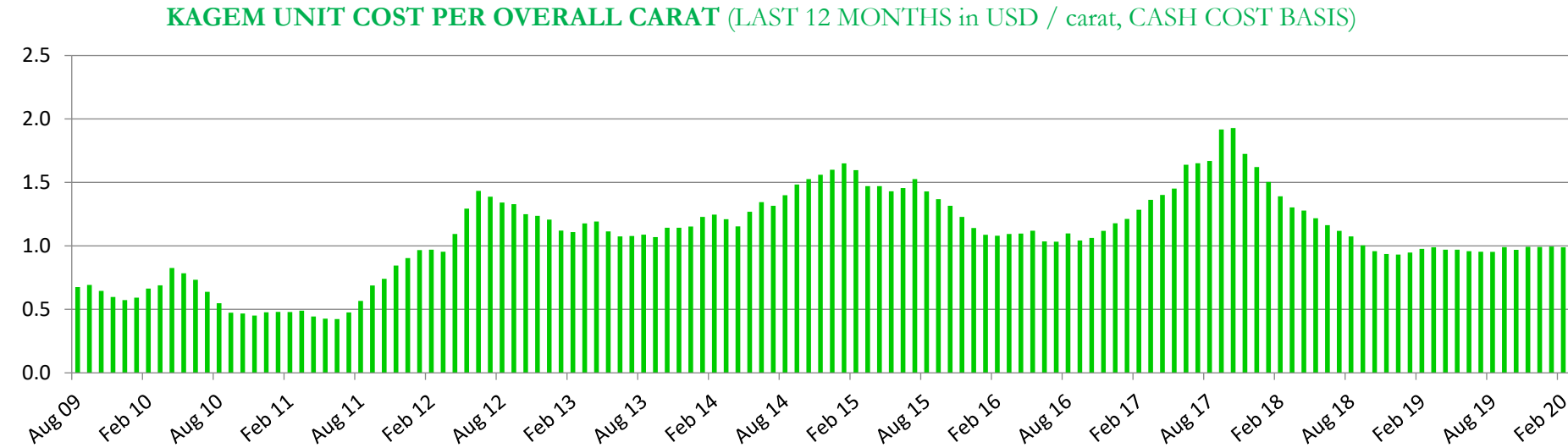
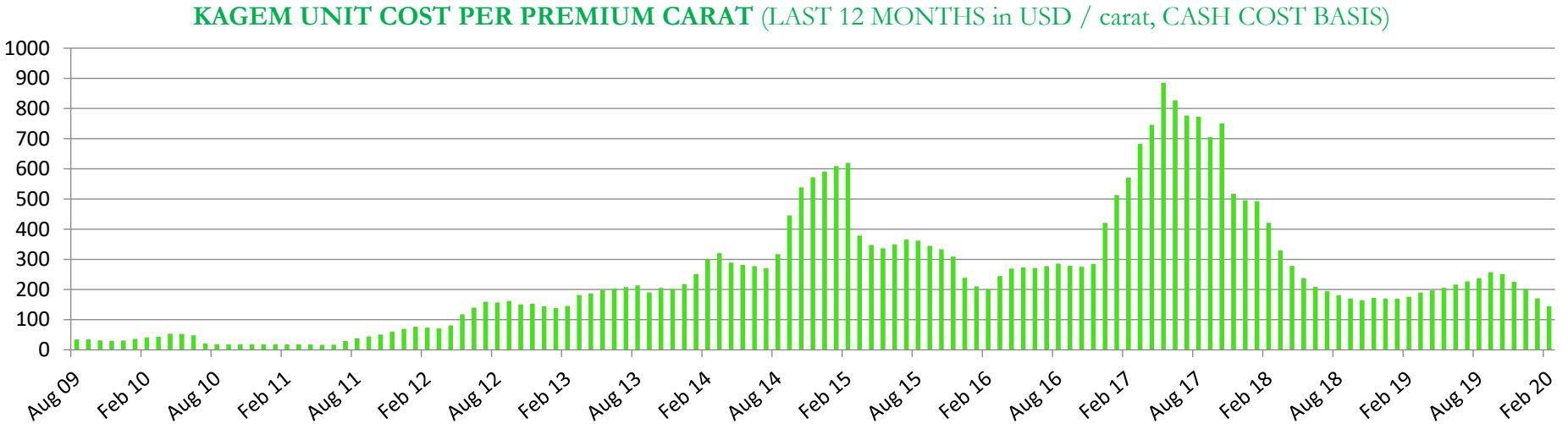
Kagem Emerald Mine Performance

Z A M B I A



Kagem Emerald Mine Performance

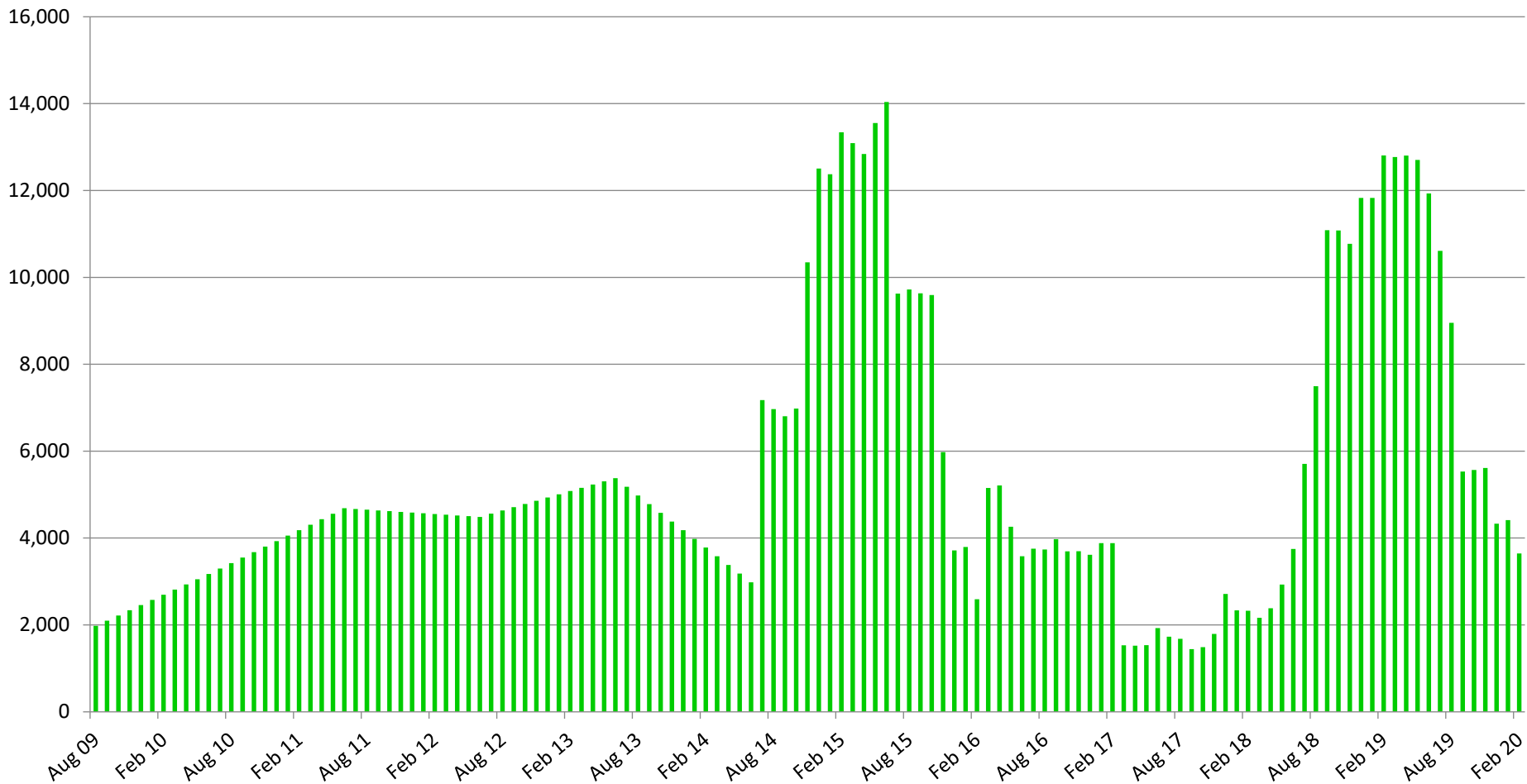
ZAMBIA



Kagem Emerald Mine Performance

Z A M B I A

KAGEM CAPITAL EXPENDITURE (LAST 12 MONTHS, ACTUAL CASH COST BASIS in USD'000, UNAUDITED)





Montepuez Ruby Mining Limitada



GEMFIELDS

Responsibly sourced Zambian emeralds
and Mozambican rubies.

Creating sustainable livelihoods through
local development programmes.

Montepuez Ruby Mining, Mozambique

OPERATIONS, RUBIES AND COMMUNITY PROJECTS



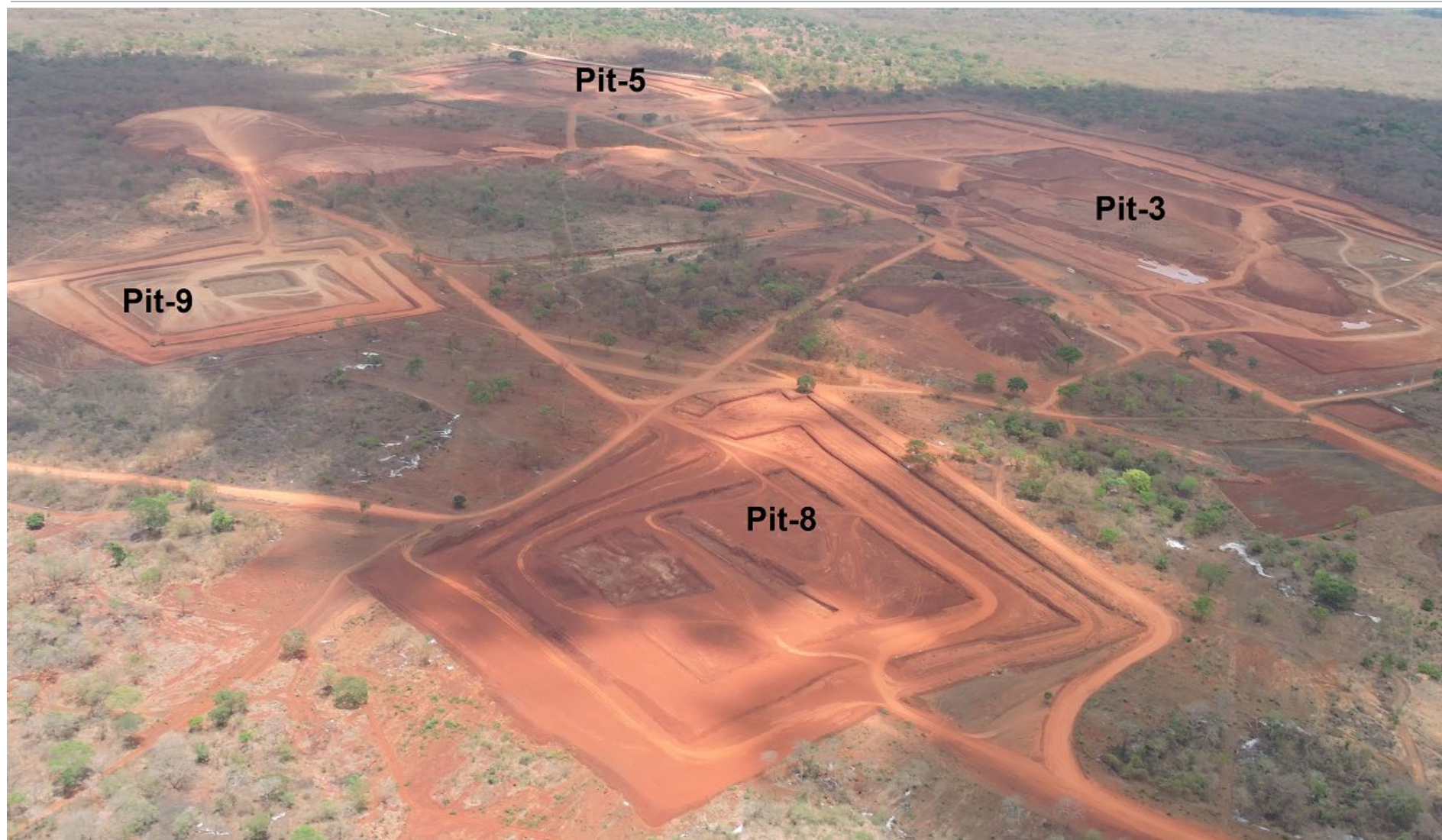
Montepuez Ruby Mining, Mozambique

OVERVIEW

- The Montepuez ruby deposit is located in the northeast of Mozambique within the Cabo Delgado Province, believed to be the most significant recently discovered ruby deposit in the world, covering an area of 34,966 hectares.
- Montepuez Ruby Mining Limitada (“MRM”) is 75% owned by Gemfields with the remaining balance held by our local Mozambican minority partner, Mwriti Limitada.
- The rubies around Montepuez are found in two types of deposits: primary mineralisation hosted within amphibolites or secondary placer type deposits found in gravel beds.
- 25 year licence was issued by the Mozambican government in 2012.
- MRM is widely recognised as the single largest producing ruby mine in the world and is estimated to provide around half of the world’s ruby supply through shallow, open-pit mining.
- During 2019, exploration was mainly focused in the Mugloto Block and continues towards the northern shear zone to better understand the source of the Mugloto premium rubies. The block was identified based on previous inclined/vertical drilling, airborne geophysics and interpretation of secondary deposit.
- MRM produced 2.2 million carats of ruby and corundum and 81,300 carats of premium ruby for the year to 31 December 2019. MRM generated total auction sales of USD 121.5 million during 2019 taking total cumulative auction revenue to USD 584 million.

Montepuez Ruby Mining, Mozambique

MRM MUGLOTO PITS (DEPTH = MAX 12 METRES)



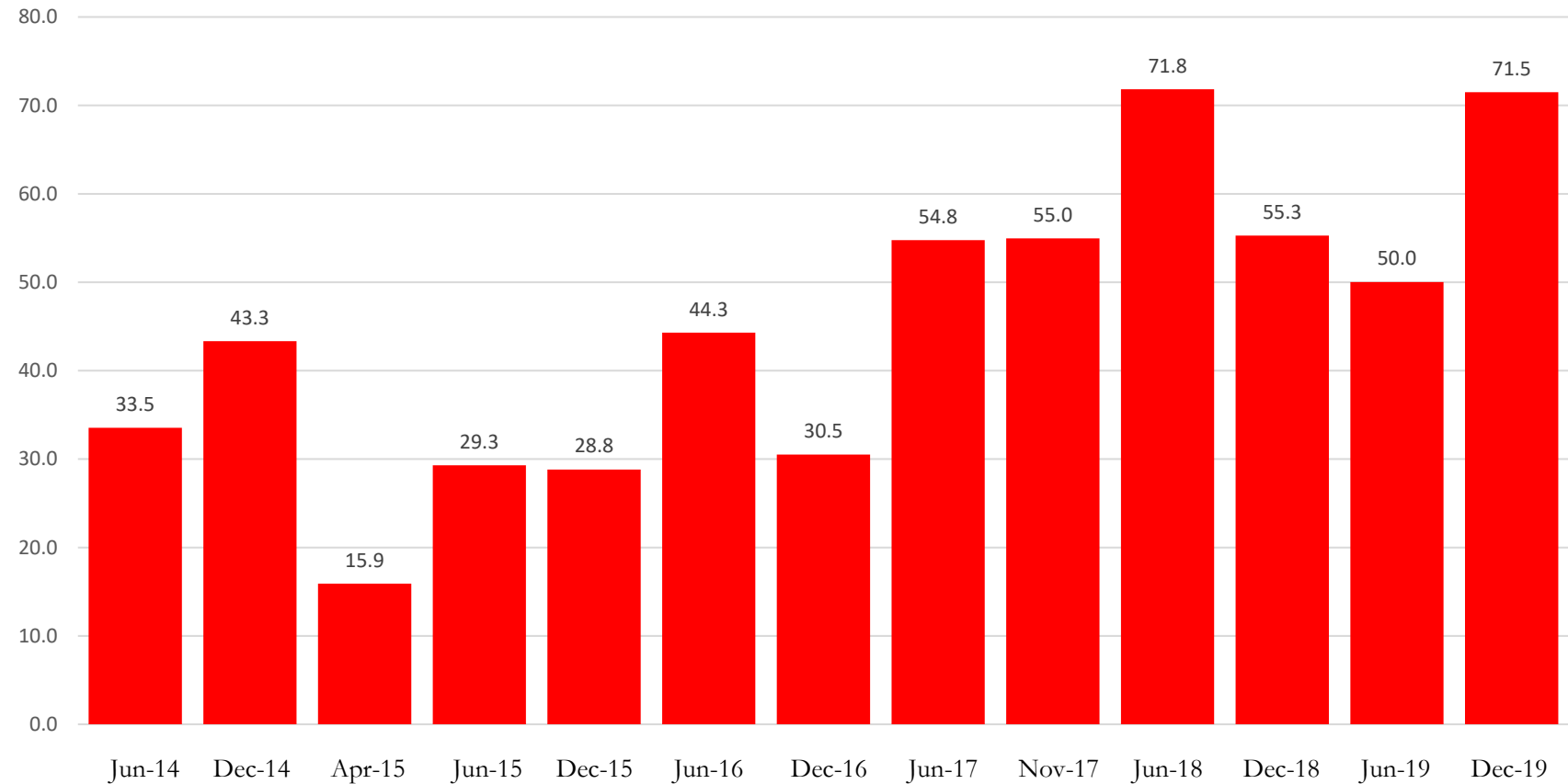
Montepuez Ruby Mining, Mozambique

MONTEPUEZ GEOLOGY AND EXPLORATION

1. The Montepuez concession is located within the wedge-shaped Montepuez Complex, a junction between the north–south trending Mozambique Belt and the east–west trending Zambezi Belt. Both belts are known to be “treasure-bearing” and date from the Neoproterozoic Pan-African tectonic event.
2. During 2019, a new bulk sampling pit was opened in the Mugloto area. The work to date has produced encouraging results and the quality of the rubies is similar to that in Mugloto Pit 3, potentially adding another significant source of high-quality rubies.
3. Gemfields unveiled its US\$15 million state-of-the-art, industry leading sort house in February 2019:
 - a. The first of its kind in the coloured gemstone industry
 - b. On a par with the best diamond facilities in the world
 - c. Expected to allow MRM to consistently deliver a greater volume and spectrum of rubies to the global market
 - d. UV-sorters working as planned



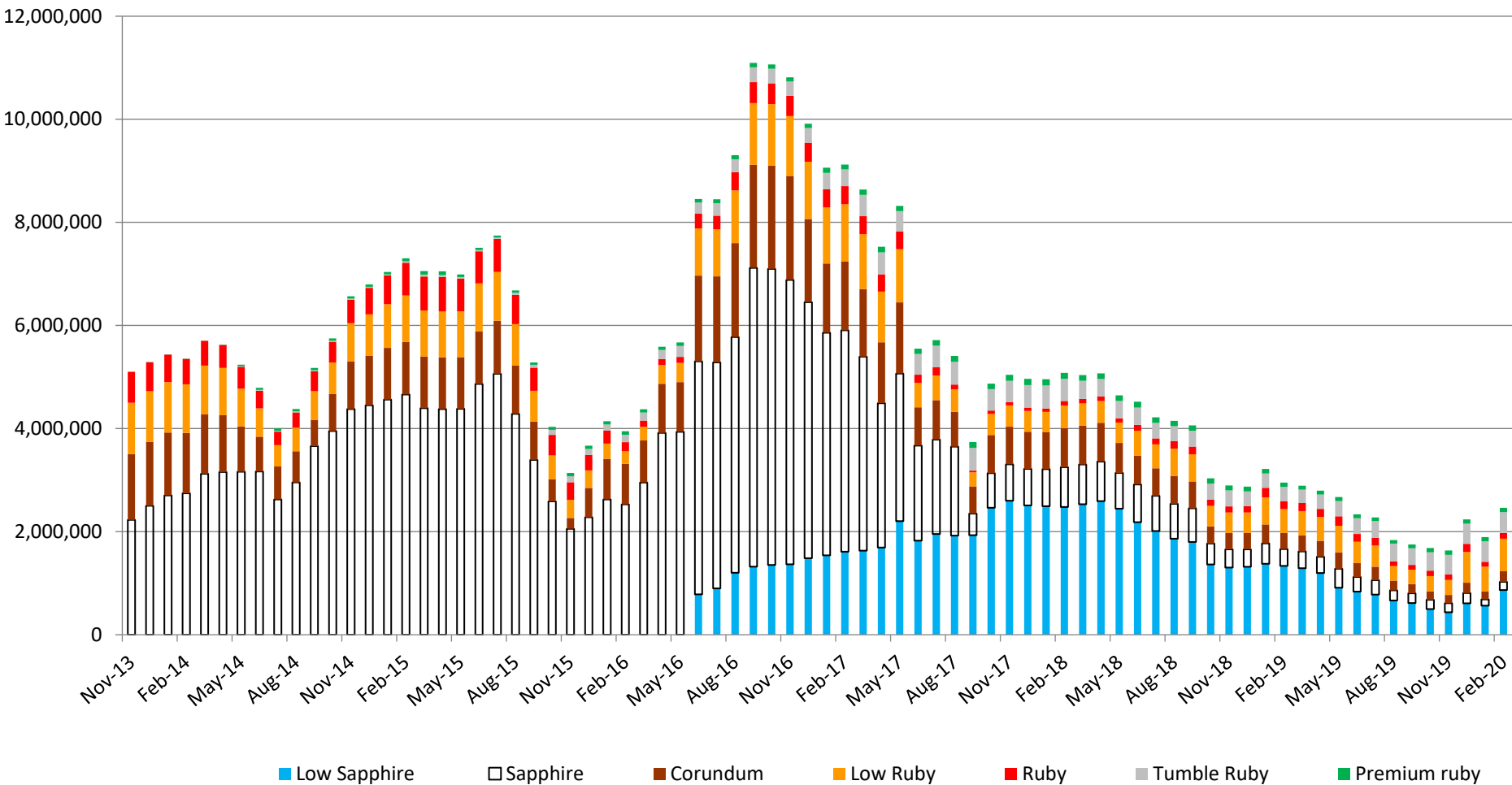
MONTEPUEZ ROUGH RUBY TOTAL AUCTION SALES (USD MILLION)
CUMULATIVE REVENUE IS USD 584 MILLION

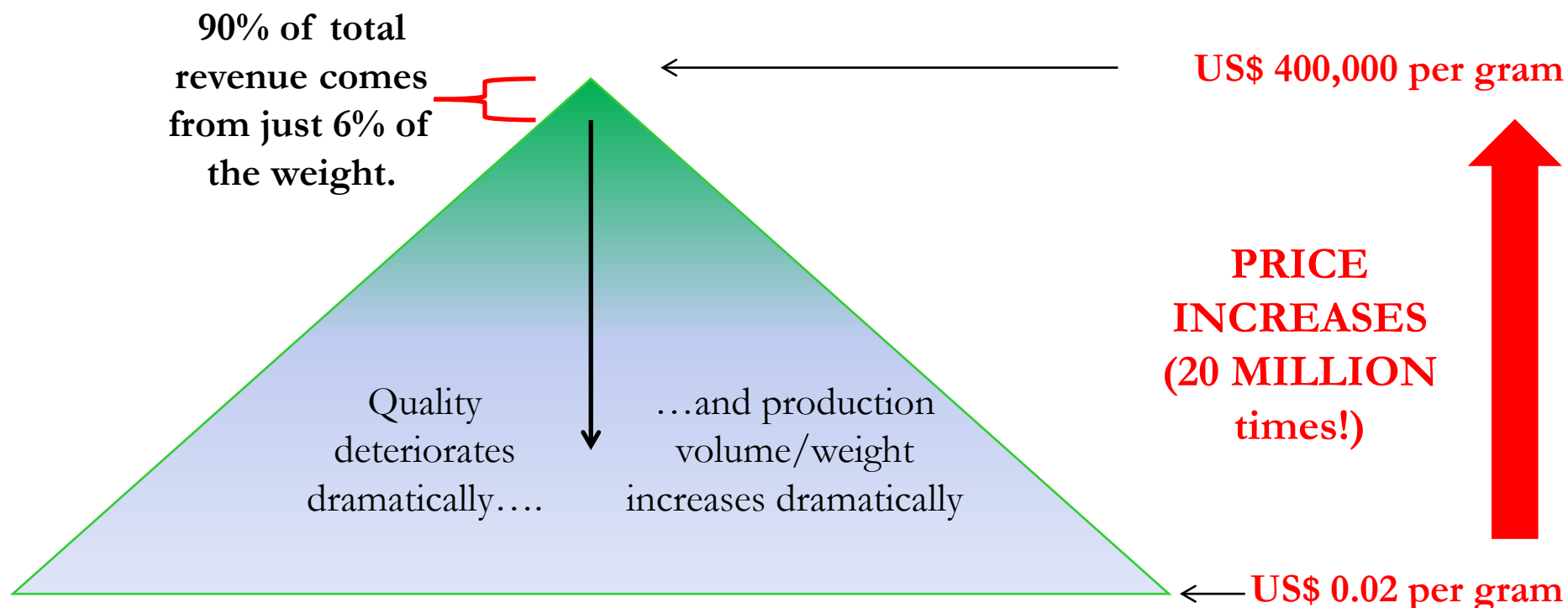


Montepuez Ruby Mining Performance

MOZAMBIQUE

MONTEPUEZ GEMSTONE PRODUCTION (LAST 12 MONTHS, in CARATS)
(EXCLUDES NON-SALEABLE PRODUCTION)





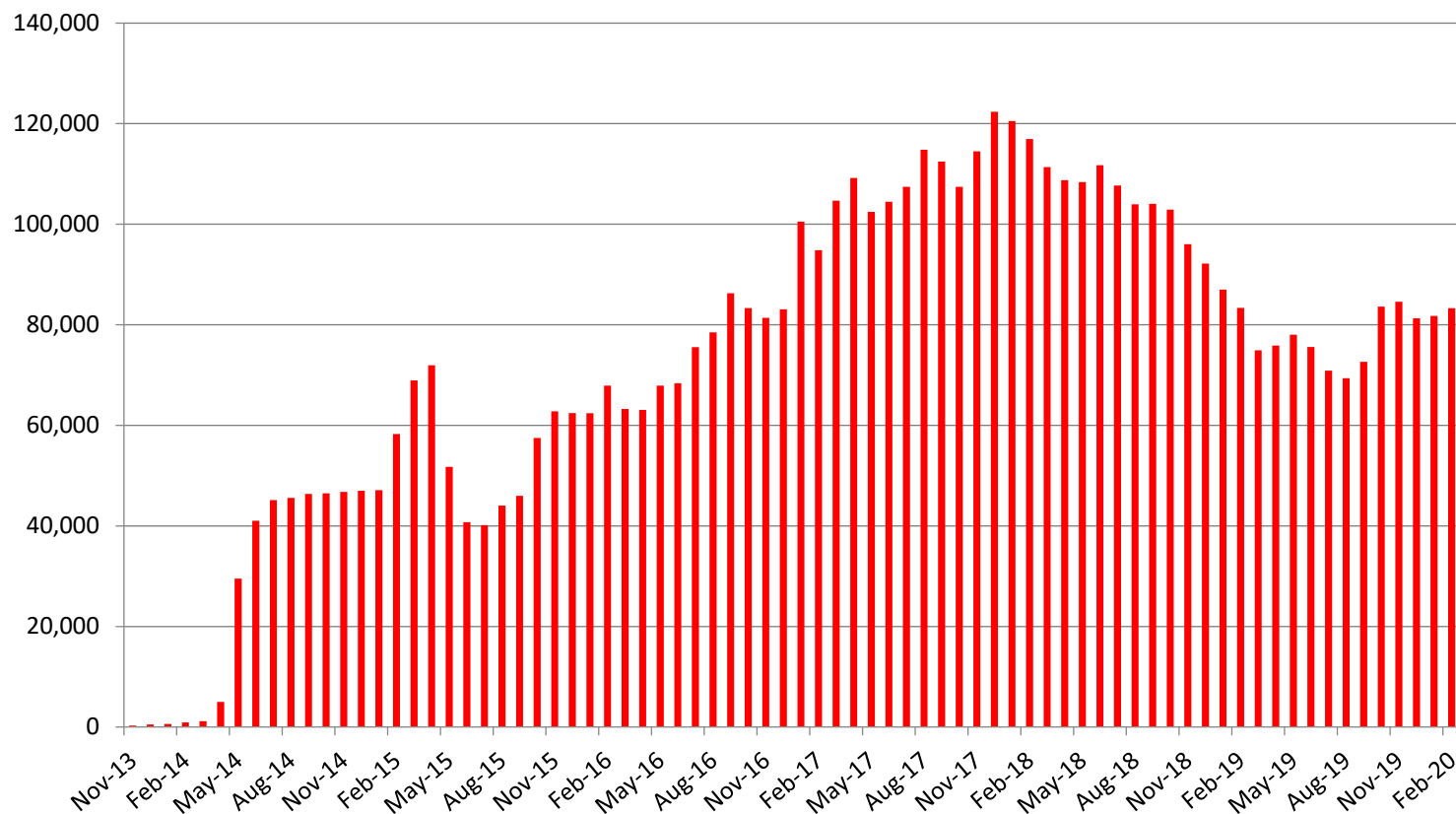
- Average of all MRM auctions to date: USD 584 million across 2,644,950 grams sold = USD 221 per gram (or USD 44 per carat) as an overall average.
- Note: considerable low quality material, likely to be sold by way of direct sales, will reduce the weighted average price per gram considerably, but these sales will likely make up less than 3% of overall revenues.

Montepuez Ruby Mining Performance

MOZAMBIQUE

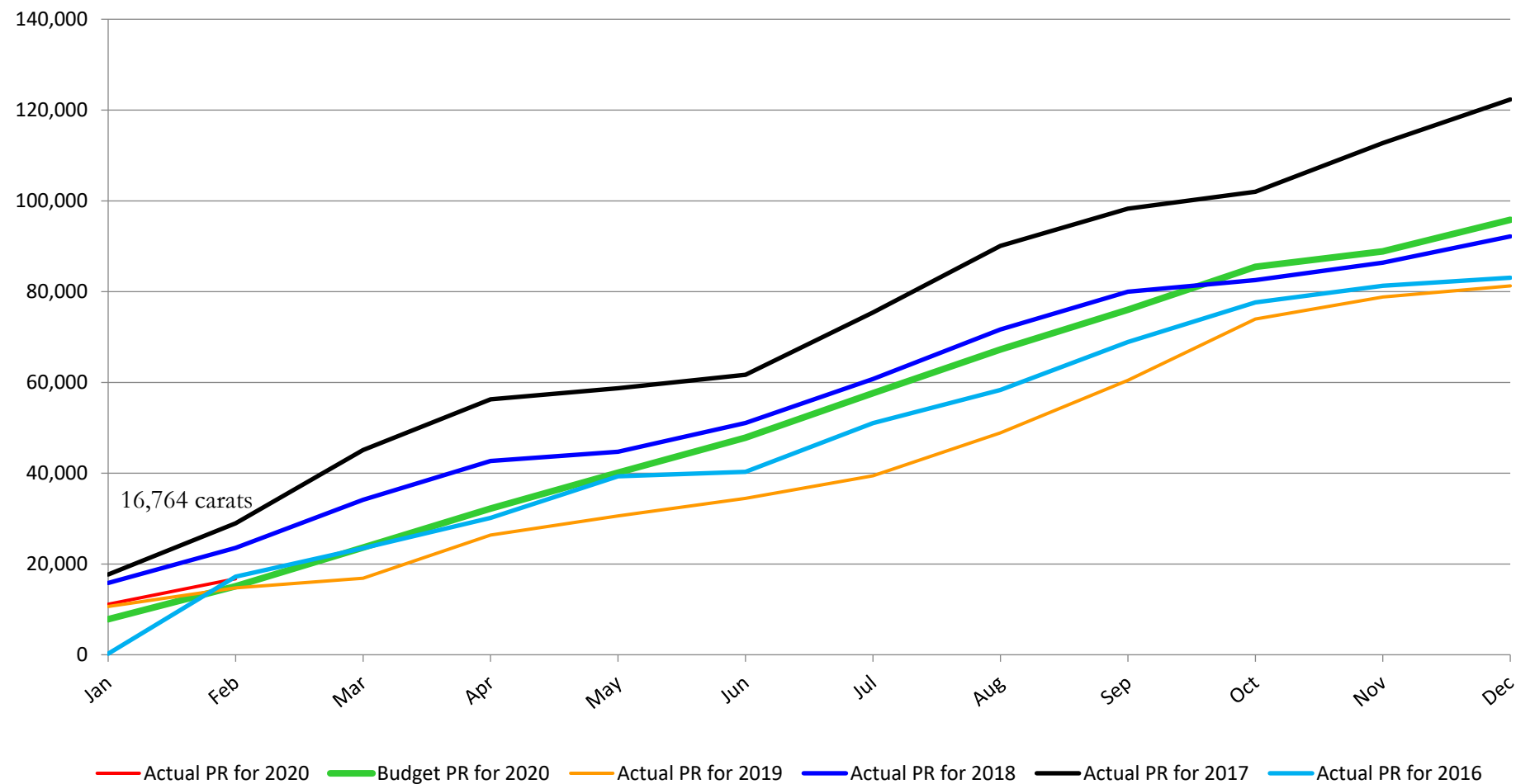
- The key value driver for MRM is the production and sale of premium rubies.
- Increased emphasis has been placed on diversifying areas of the mining licence where ore is sourced, implying lower overall grades.
- Gemfields' 'stretch target' is 10,000 carats of premium ruby per month.

MONTEPUEZ PREMIUM RUBY PRODUCTION (LAST 12 MONTHS, in CARATS)



“Premium” classification is determined during the initial ‘sorting’ phase of rough gems arriving from the washing plant into broad categories. The understanding of value and their final grades in the Gemfields grading system (made up of hundreds of grades) improves as the gems move through the processes of cleaning, ‘grading’ and ‘referencing’.

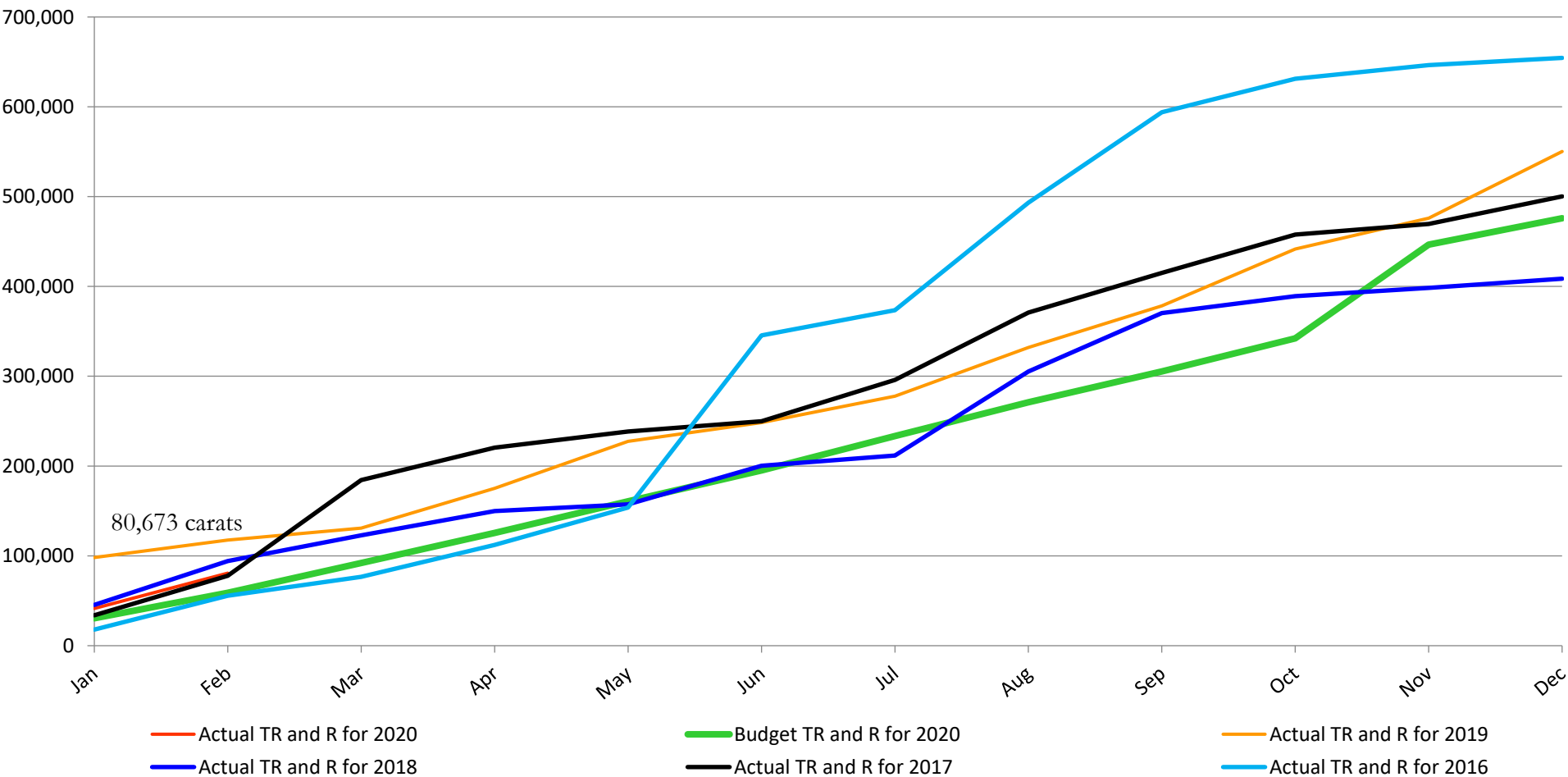
MRM CUMULATIVE PREMIUM RUBY (PR) PRODUCTION (CARATS) BY CALENDAR YEAR



Montepuez Ruby Mining Performance

MOZAMBIQUE

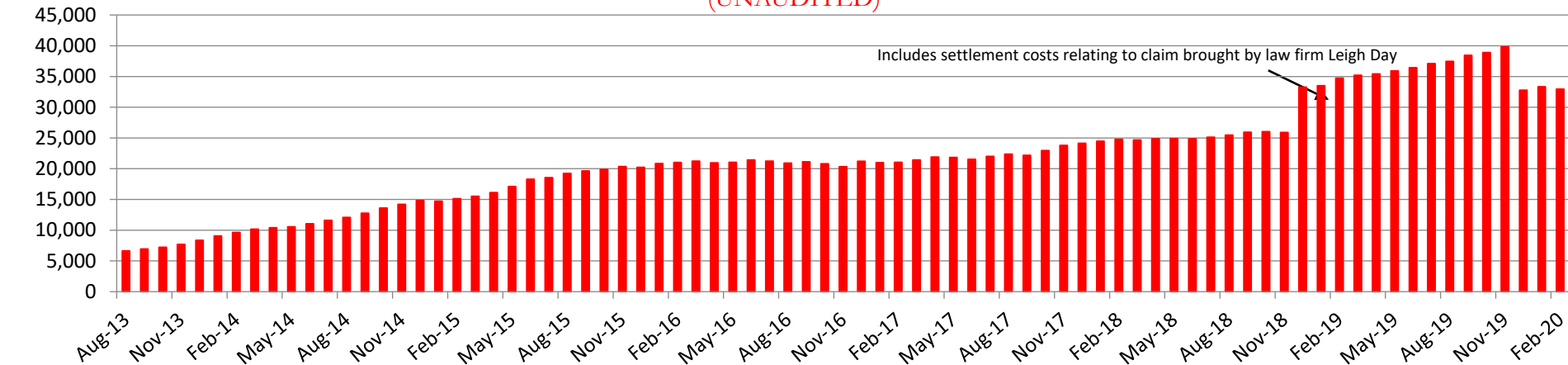
MRM CUMULATIVE RUBY (R) AND TUMBLE RUBY PRODUCTION (CARATS) BY CALENDAR YEAR



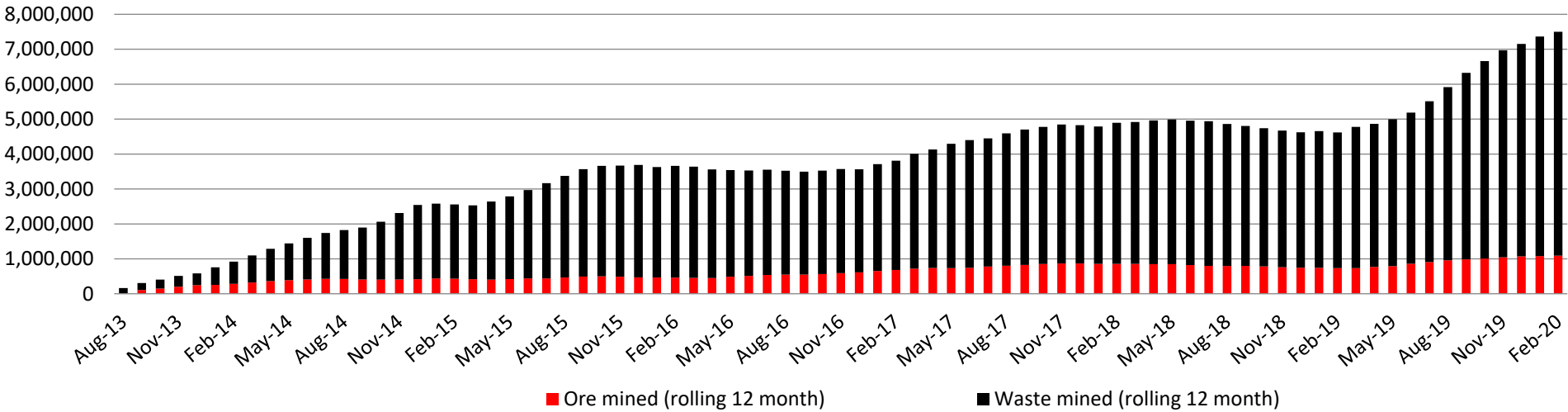
Montepuez Ruby Mining Performance

MOZAMBIQUE

MONTEPUENZ LAST 12 MONTH OPERATING COSTS (ACTUAL CASH COST BASIS) USD'000
(UNAUDITED)



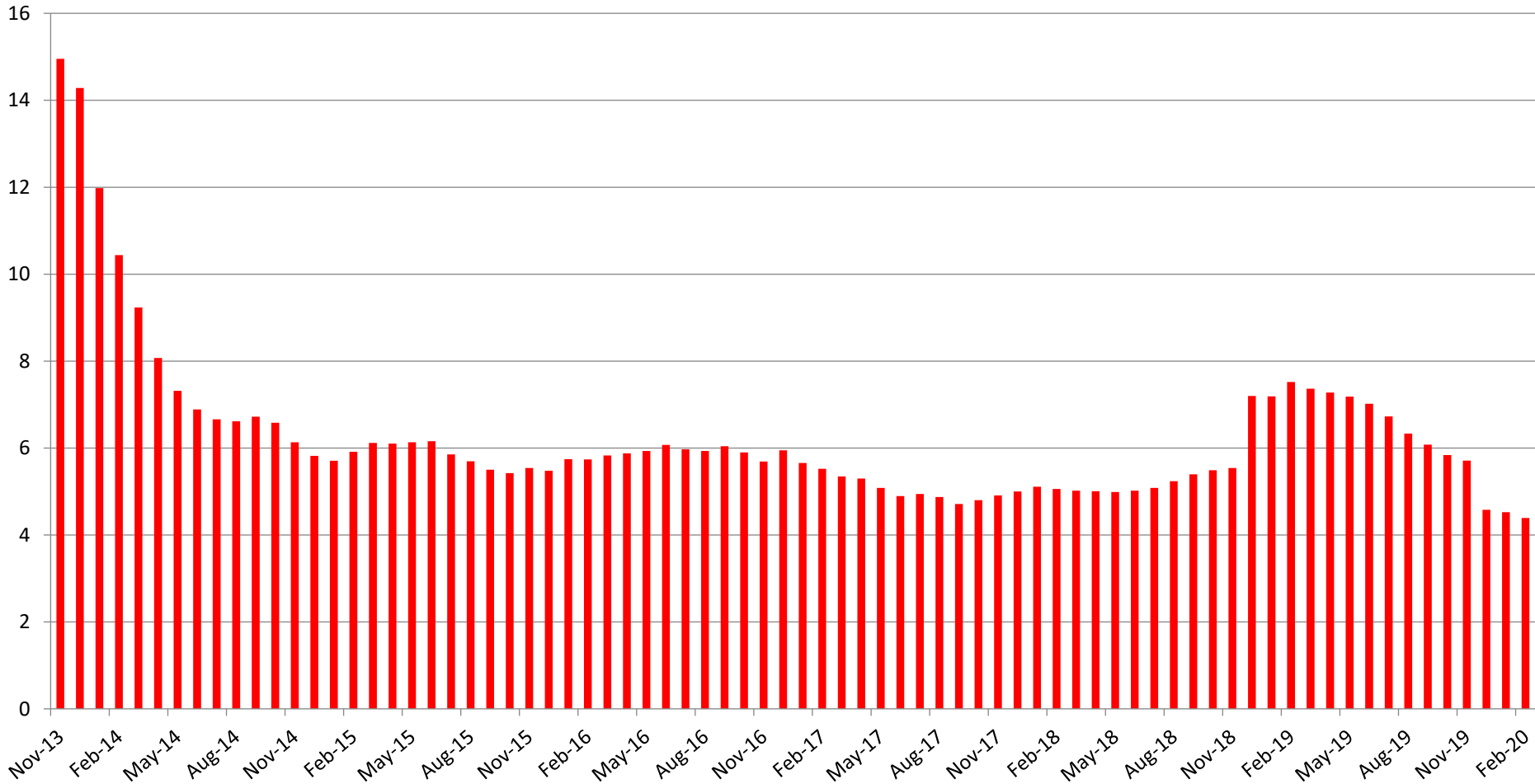
MONTEPUENZ LAST 12 MONTH ROCK HANDLING (TONNES)



Montepuez Ruby Mining Performance

MOZAMBIQUE

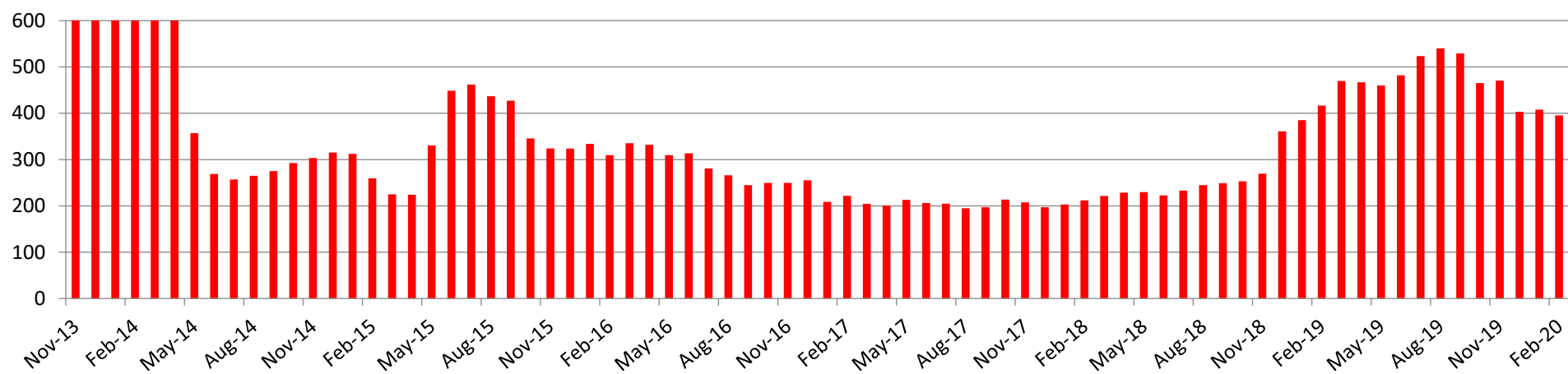
MONTEPUEZ LAST 12 MONTH UNIT ROCK HANDLING COSTS (USD / TONNE OF ROCK MINED)



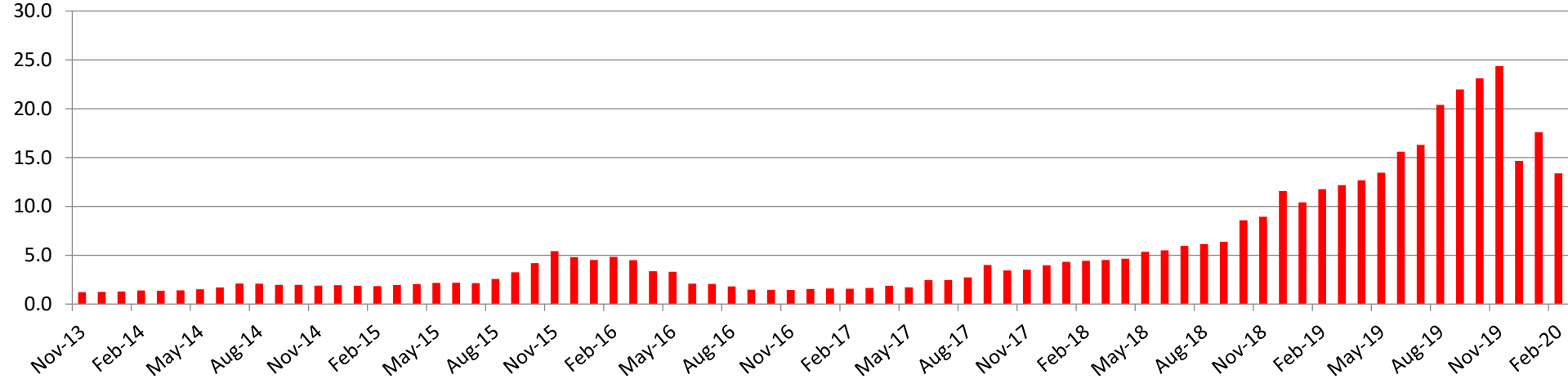
Montepuez Ruby Mining Performance

MOZAMBIQUE

MONTEPUEZ UNIT COST PER PREMIUM CARAT (LAST 12 MONTHS, in USD/carat, CASH COST BASIS)



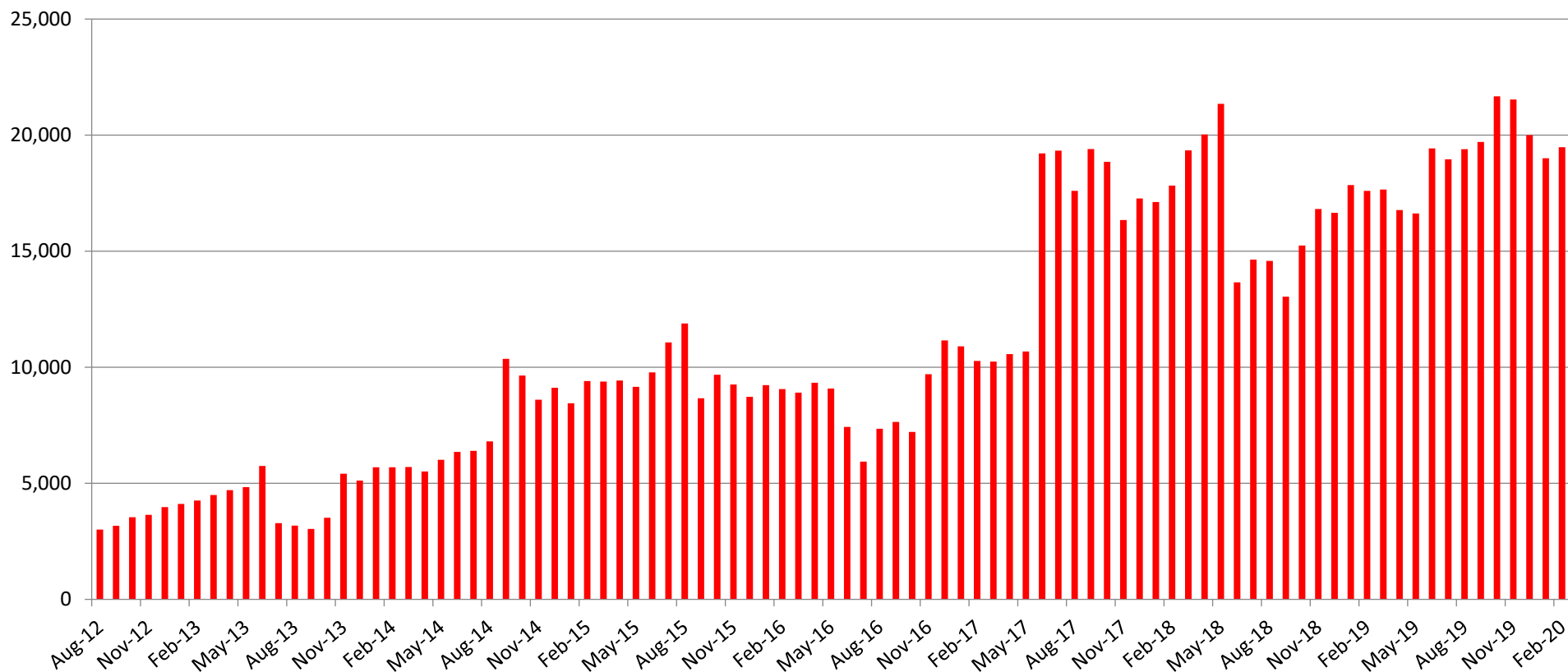
MONTEPUEZ UNIT COST PER OVERALL CARAT (LAST 12 MONTHS, in USD/carat, CASH COST BASIS)



Montepuez Ruby Mining Performance

CAPEX

MONTEPUEZ CAPITAL EXPENDITURE (LAST 12 MONTHS, ACTUAL CASH COST BASIS in USD'000, UNAUDITED)

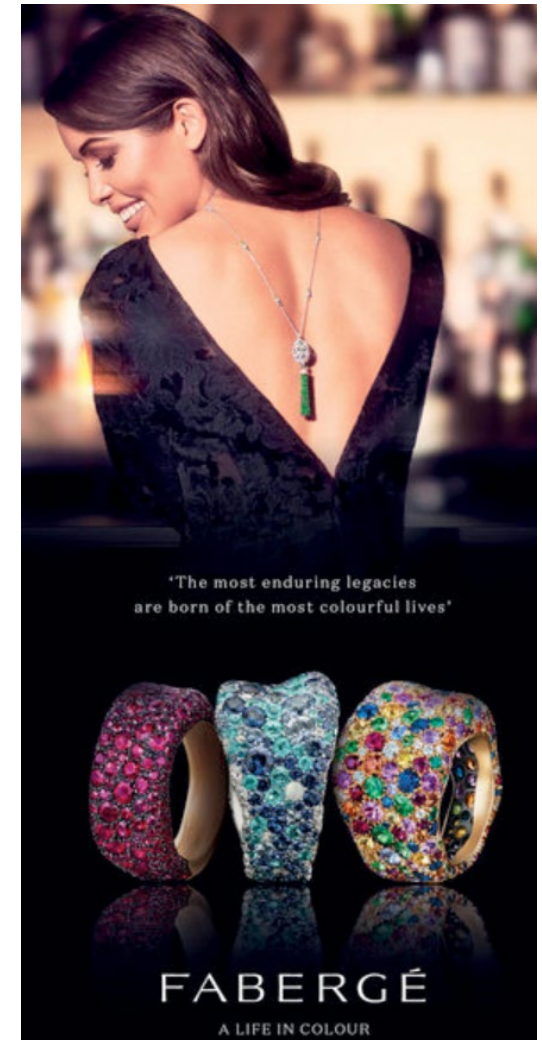


Major capex projects include the MRM sort house (completed Feb 2019), and initial construction of the resettlement village for 105 families (completion June 2020) and the construction of a second washing plant (original completion April 2021, but now postponed due to COVID 19).

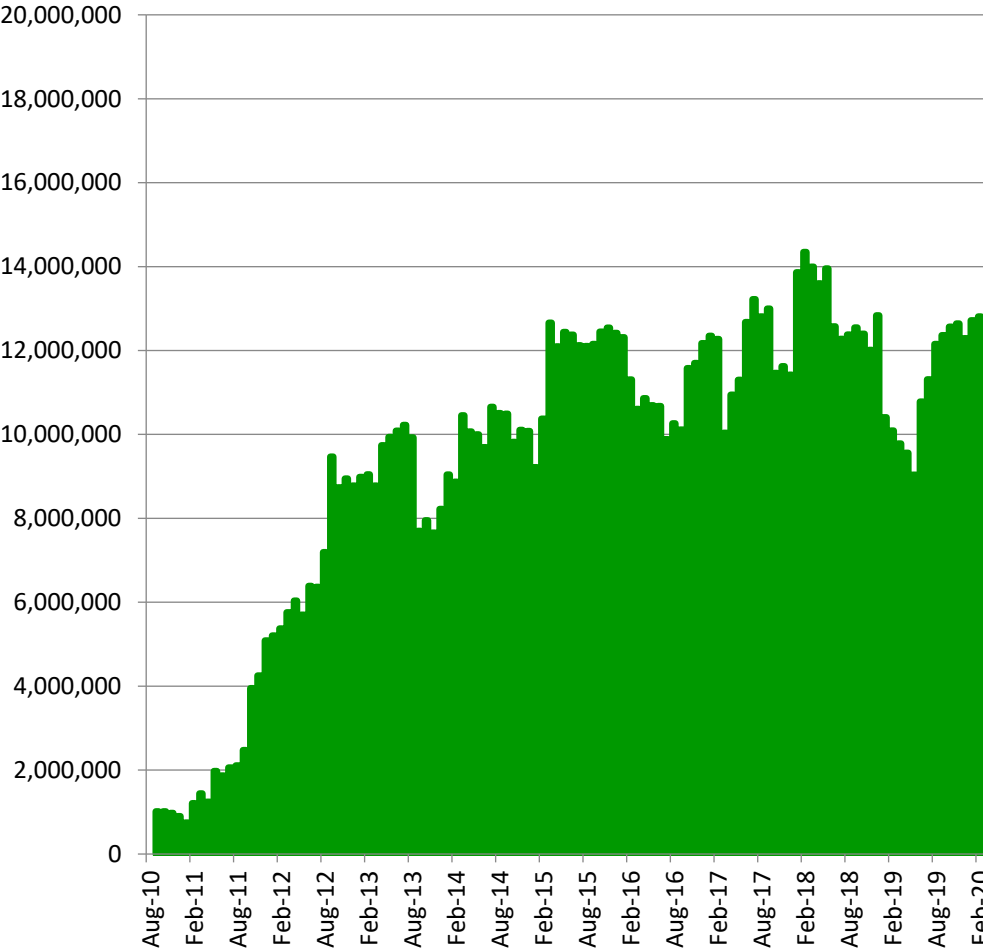
A pair of hands is shown against a background of numerous small, green, faceted glass chips. The hands are wearing several pieces of jewelry: a ring with a purple stone on the left ring finger, a ring with a blue stone on the right ring finger, a ring with a blue stone on the right middle finger, a ring with a blue stone on the right index finger, a ring with a blue stone on the right thumb, a ring with a blue stone on the left thumb, a ring with a blue stone on the left index finger, a ring with a blue stone on the left middle finger, a ring with a blue stone on the left ring finger, and a ring with a blue stone on the left pinky finger. The hands are positioned in the center of the frame, with the fingers slightly spread. The background is a dense layer of green glass chips, with some chips scattered on a white surface in the center.

Fabergé

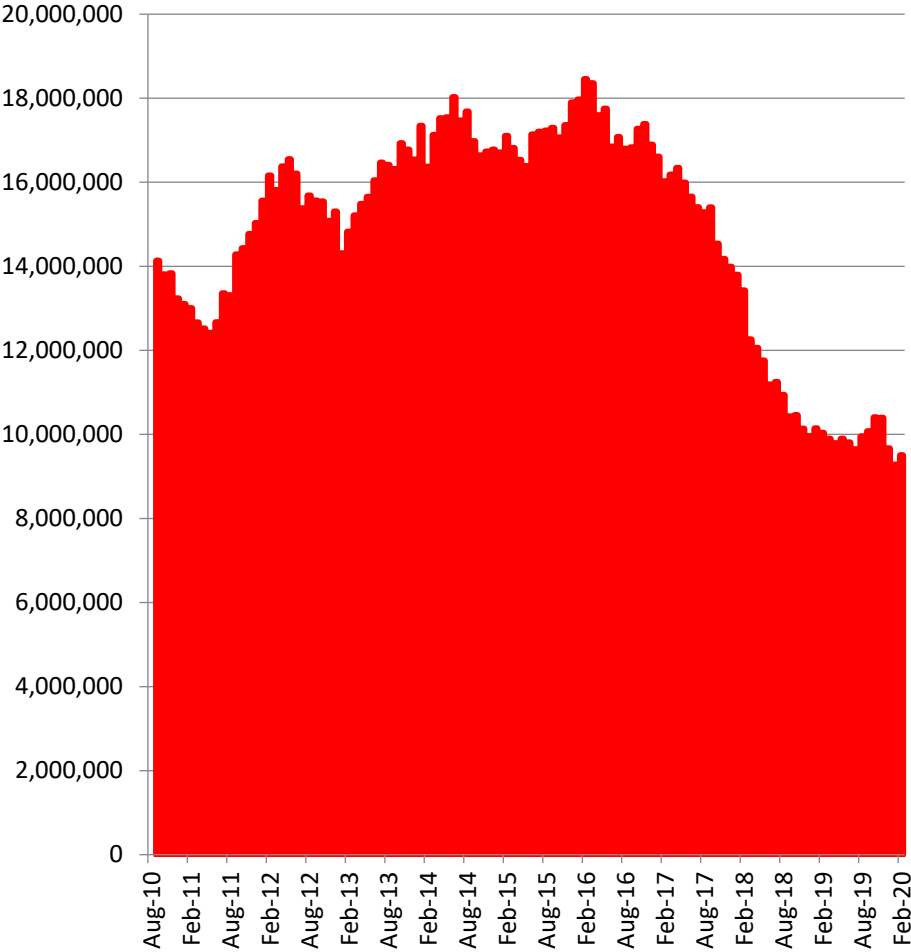
- Fabergé is one of the world's most recognisable luxury brands owned outside of the major luxury conglomerates.
- It has a well documented and globally respected heritage.
- The Fabergé brand provides Gemfields with direct access to the coloured gemstone end consumer through directly operated boutiques and international wholesale partners.
- Fabergé achieved revenues of US\$10.5 million in the year to 31 December 2019.
- Fabergé operates two points of sale directly: a concession in the Harrods Fine Jewellery Room in London and a mono-brand boutique located in The Galleria Mall, Houston, Texas.
- Fabergé products are available globally, with the total number of Fabergé outlets increasing from 65 to 75 over the past year.
- Funding requirements from Gemfields have reduced to less than USD 5 million for the year ended 31 December 2019.



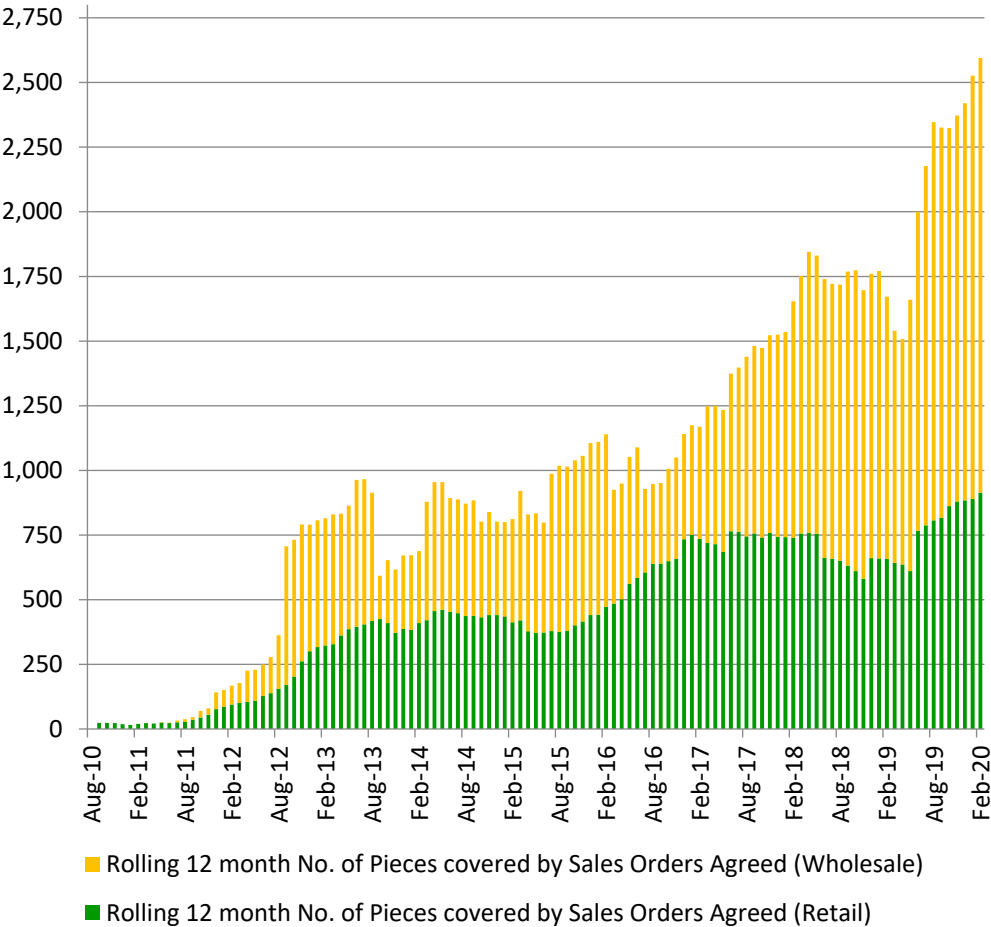
SALES ORDERS AGREED (LAST 12 MONTHS)
(USD, POST ANY DISCOUNTS, ALL CHANNELS)



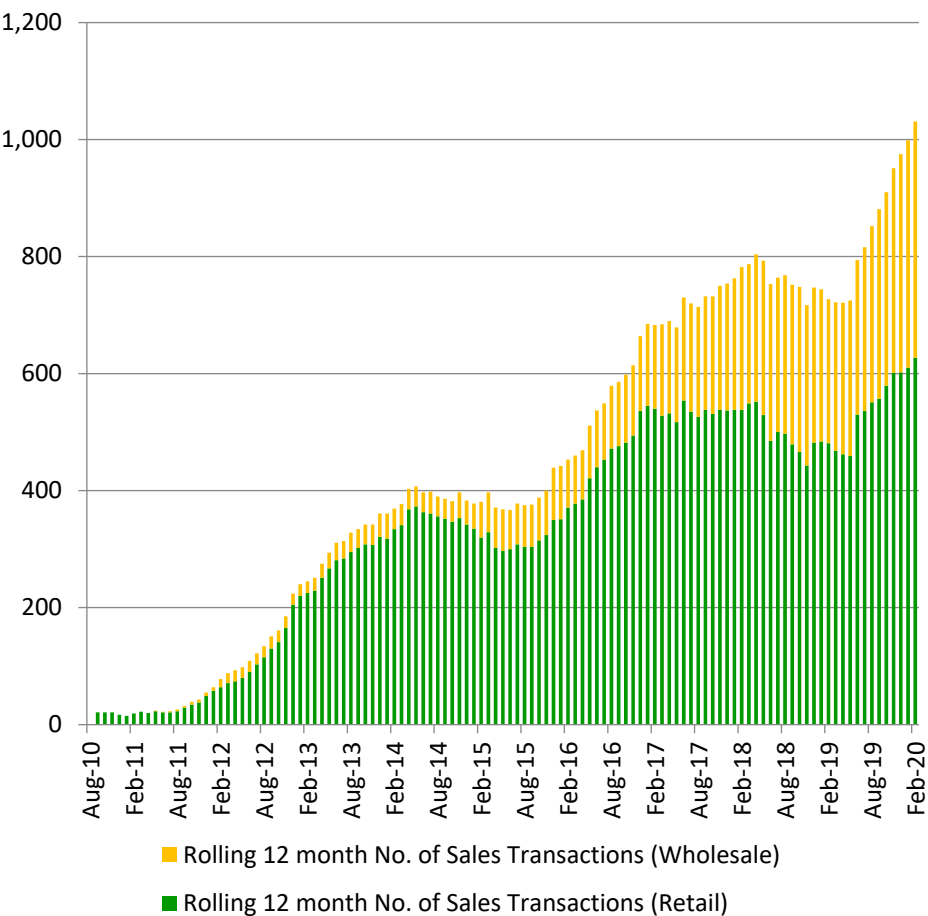
OPERATING COSTS (LAST 12 MONTHS)
(USD)



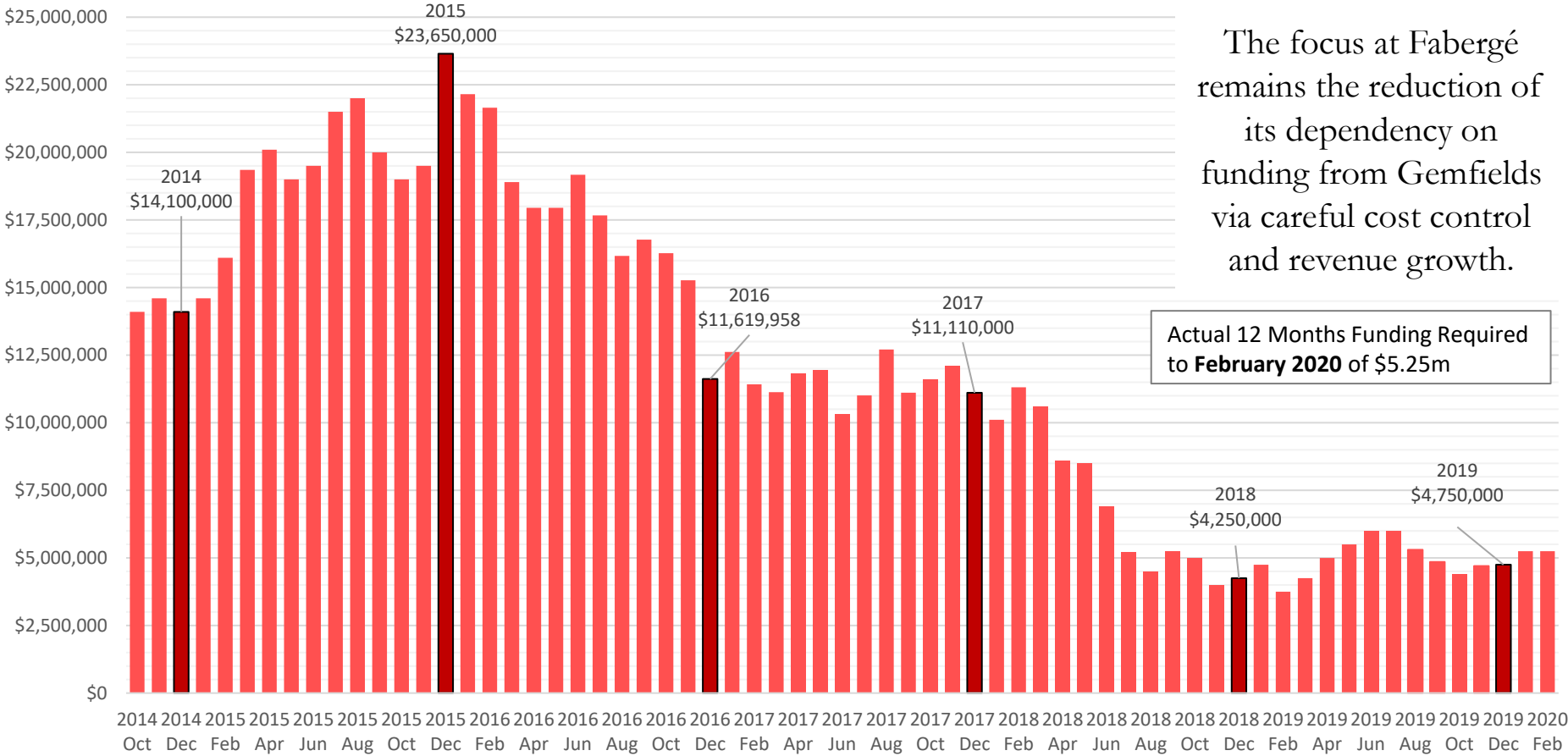
NO. OF PIECES SOLD, LAST 12 MONTHS
(NO. OF PIECES, ALL CHANNELS)



NO. OF SALES TRANSACTIONS, LAST 12 MONTHS
(NO. OF SALES TRANSACTIONS, ALL CHANNELS)



FUNDING REQUIRED BY FABERGÉ (LAST 12 MONTHS, in USD)



Corporate



GEMFIELDS

Responsibly sourced Zambian emeralds and Mozambican rubies.

Enhancing environmental sustainability by regenerating land and replanting native flora.

Gemfields Group Limited

SHARE BUY-BACK UPDATE – SUSPENDED FROM 7 APRIL 2020

On 10 May 2019, the Company's shareholders approved the general authority for the Company to acquire (repurchase) its own ordinary shares. The authority capped the number of shares that may be repurchased to approximately 143 million shares, being 10% of the Company's shares in issue at the date of the AGM. The shares are repurchased from time to time on the open market or privately negotiated transactions at the Company's discretion, subject to market conditions, blackout periods and other factors.

On 4 December 2019, the Company's shareholders approved the general authority for the Company to acquire up to 20% of the Company's issued ordinary shares (1,267,450,245) which is valid until the earlier of the next annual general meeting of the Company or the variation or revocation of such general authority by special resolution at any subsequent general meeting of the Company, provided that this general authority shall not extend beyond 15 (fifteen) months from the date of passing the Special Resolution, 4 December 2019.

The below table details the share buy-back activity for the period 10 May 2019 – 6 April 2020:

Month	Total No. of shares purchased	Weighted Average Price Per Share (ZAR)	Net ZAR (inclusive of transaction costs)	Running total of No. Of shares in issue (post cancellation of shares) ¹
10 May 2019 – Date of AGM				1,431,685,553
15 – May 2019 - Cancellation of shares under 2017 buy-back programme (21,066,753 ordinary shares)				1,410,618,800
2019/2020 Share buy-back programmes				
June 2019	782,766	1.56	1,222,987	1,409,836,034
July 2019	3,295	1.50	4,974	1,409,832,739
August 2019	7,362,090	1.49	11,002,016	1,402,470,649
September 2019	135,119,404	1.50	203,591,564	1,267,450,245
January 2020	6,342	1.65	16,027	1,267,344,903
March 2020	1,813,424	1.64	2,974,242	1,171,068,757
April 2020	499,303	1.65	834,167	1,168,756,030
Total	145,586,624	1.51	219,645,977	

¹ Shares purchased under the 2019/2020 buy-back programme are assumed to be cancelled as they are bought back in the table above. The Company cancels shares in blocks therefore there may be an administrative time delay between the date the shares are bought back and the date they are cancelled with the JSE / BSX and the Company's registrar. As at 7 April 2020 shares in issue as per the JSE / AIM and the Company's registrar is 1,171,068,757 shares; the Company owns 2,312,727 shares in itself which it has not yet cancelled.

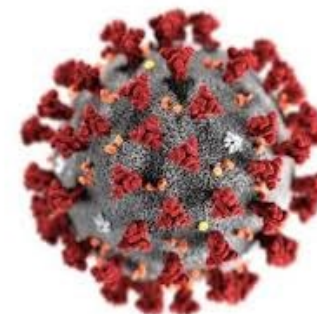
- AIM listing occurred on 14 February 2020 to provide shareholders with the option of owning UK-listed shares with greater liquidity.
- Reintroduce Gemfields to UK and European investors as a business that has a strict application of governance, capital allocation and operational stewardship.
- Increased access to a diversified pool of international shareholders and to enhance the Company's public profile in international markets.
- Provides investors with the opportunity to:
 - invest in a cash generative and profitable business and the world leading supplier of responsibly sourced coloured gemstones producing into a market with steadily increasing demand
 - benefit from expected organic growth as consistency of supply and demand for coloured gemstones increases
 - realise returns through Gemfields' clear intention to return value to shareholders via dividends



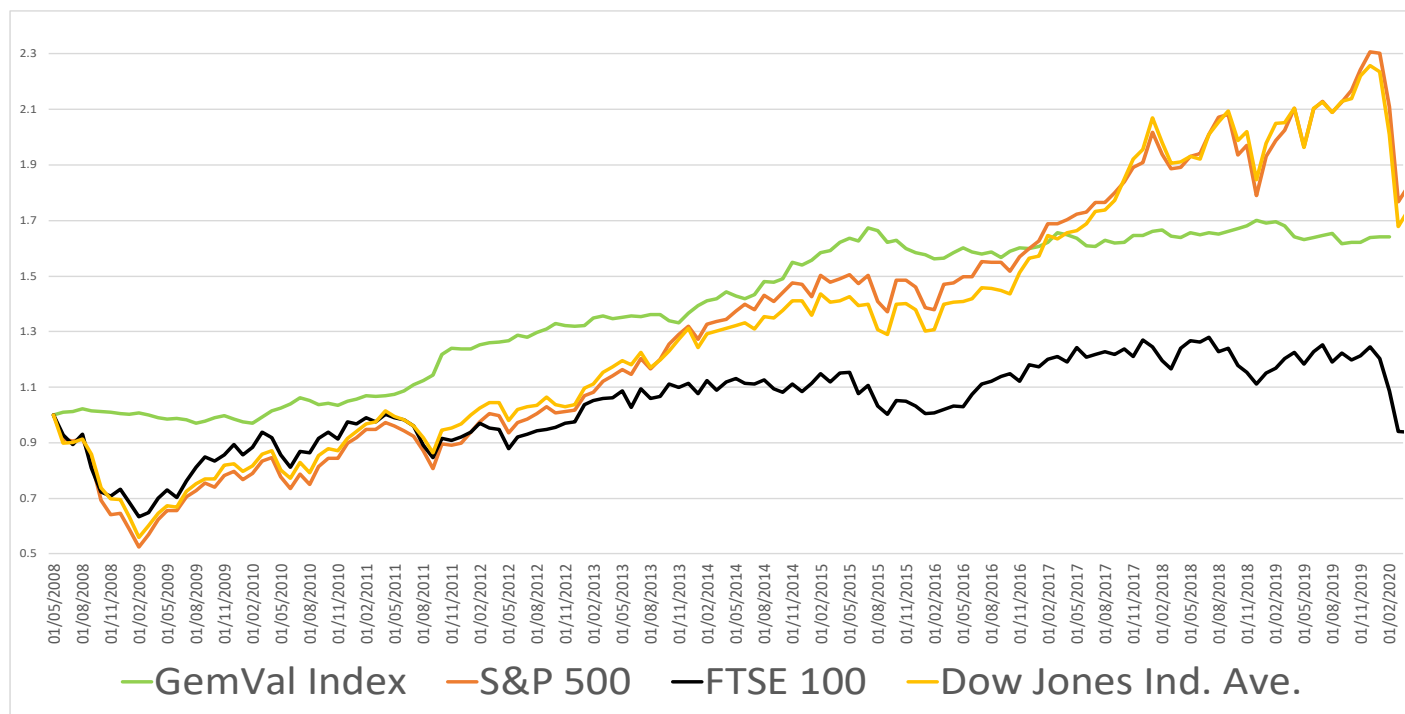
Gemfields expects a significant detrimental impact on its operations, revenues and business in 2020 and possibly beyond.

At present:

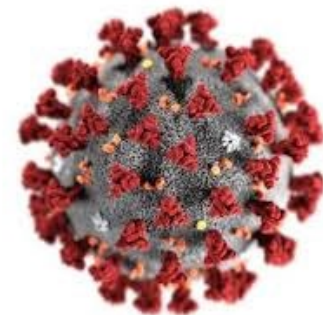
1. As of 30 March 2020, all but critical operations at the Kagem emerald mine in Zambia have been suspended for what is hoped to be a period not exceeding one month. Some 150 of approximately 1,000 persons remain on site. Security enhanced.
2. Operations in Mozambique, including the Montepuez Ruby Mine, are implementing similar reductions in operating scale, with MRM's operational personnel reduced to one third. Security remains at full capacity. Processing plant and sort house still operational with reduced staffing. Subject to change as circumstances develop.
3. Exploration projects in Madagascar have been suspended.
4. Fabergé's directly operated retail operations at Harrods in London and the Galleria Mall in Houston are closed. The mono-brand Fabergé boutiques operated by partners in the Dubai Mall and Kiev in the Ukraine are closed. In addition, approximately 80% of the multi-brand retailers that Fabergé sells to in its wholesale business are presently closed (ditto manufacturing workshops that supply Fabergé).
5. Gemfields' offices in London and Jaipur are closed with personnel working remotely.
6. Widespread travel restrictions dictate that Gemfields cannot presently host auctions. Timing of next auctions uncertain. Some 93% of 2019's revenues came from auctions.



7. At 29 February 2020, the Gemfields Group had cash balances of approximately USD 73.5 million, a net cash position of approximately USD 43.5 million and undrawn overdraft facilities of USD 30 million.
8. Gemfields' share buy-back programme has been suspended.
9. Additional comfort in the fact that well-bought gemstones have for centuries been regarded as a store of value and a guard against turbulent times. This was also evidenced during the 2008 financial crisis when gemstone prices proved remarkably resilient when compared to equity indices.



Note: All indices are re-based to 1.00 at May 2008. The GemVal Aggregate Index (GVA) is calculated (by www.gemval.com) as a total value of 26 standard specimens of gemstones and is intended to represent the overall pricing trend in the jewellery market.



An abstract painting featuring three muscular, anatomical figures rendered in vibrant, multi-colored brushstrokes. The figures are positioned in a triangular arrangement. The central figure stands upright, holding a large, ornate, multi-colored gemstone in its right hand. The figure on the left is seated or reclining, holding a large, faceted red gemstone. The figure on the right is also reclining, holding a large, faceted red gemstone. The background is dark and textured, with various colors like red, blue, and yellow. The overall style is expressive and painterly.

GEMFIELDS

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