

GEMFIELDS

GEMFIELDS GROUP LIMITED

(Incorporated in Guernsey)

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("Gemfields" or the "Company")

Singapore Ruby Auction Results

Gemfields is pleased to announce the results of an auction of rough rubies in Singapore from 10 – 14 December 2019. The rough rubies were extracted from the licence held and operated by Montepuez Ruby Mining Limitada ("MRM"), which is 75% owned by Gemfields and 25% by local partner Mwiriti Limitada.

Highlights – Ruby Auction

- Auction revenues of USD 71.5 million;
- Of the 104 lots offered, 91 were sold (88%);
- Average price of USD 77.12 per carat;
- 927,130 carats sold out of the 1,158,114 carats offered (80%); and
- The 13 Gemfields auctions of MRM rubies held since June 2014 have generated USD 584.1 million in aggregate revenues.

Gemfields' thirteenth auction of rough rubies from Montepuez saw 53 companies placing bids. The auction offered high, medium and commercial grade rough rubies, exclusively in untreated form.

The consistency of supply and the reliability of the Gemfields' grading system continues to be well received by buyers, given that it reduces risk, improves manufacturing efficiencies and aids their ability to meet demand for larger orders.

The auction generated total revenues of USD 71.5 million at an average realised price of USD 77.12 per carat. The proceeds of this auction will be fully repatriated to MRM in Mozambique, with the production tax due to the Government of Mozambique being paid on the full sales price achieved at the auction.

The specific auction mix and quality composition of the lots offered at each auction vary in characteristics such as size, colour and clarity on account of variations in mined production and market demand. Therefore, the results of each auction are not always directly comparable.

On a quality-for-quality basis however, the per carat prices demonstrated continuing strong demand.

The results of the five most recent MRM auctions are summarised in the table below:

AUCTION RESULTS (RUBY & CORUNDUM)	Nov '17 AUCTION	Jun '18 AUCTION	Dec '18 AUCTION	Jun '19 AUCTION	Dec '19 AUCTION
Dates	6-10 Nov 2017	5-9 Jun 2018	10-14 Dec 2018	11-15 Jun 2019	10-14 Dec 2019
Location	Singapore	Singapore	Singapore	Singapore	Singapore
Type	Rough Ruby (Higher, Medium and Commercial Quality), no Corundum	Rough Ruby (Higher, Medium and Commercial Quality), no Corundum	Rough Ruby (Higher, Medium and Commercial Quality), no Corundum	Rough Ruby (Higher, Medium and Commercial Quality), no Corundum	Rough Ruby (Higher, Medium and Commercial Quality), no Corundum
Carats offered	682,508	629,893	685,363	978,197	1,158,114
Carats sold	605,229	588,656	655,623	962,211	927,130
No. of lots offered	76	86	90	90	104
No. of lots sold	71	82	88	84	91
Percentage of lots sold	93%	95%	98%	93%	88%
Percentage of lots sold by weight	89%	93%	96%	98%	80%
Total sales realised at auction	USD 55.0 million	USD 71.8 million	USD 55.3 million	USD 50.0 million	USD 71.5 million
Average per carat sales value	USD 90.81/carat	USD 122.03 /carat	USD 84.32/carat	USD 51.99/carat	USD 77.12/carat

Adrian Banks, Gemfields' Managing Director of Product & Sales, commented:

"Our latest ruby auction in Singapore has delivered another stellar result for Mozambican rubies, with both demand and pricing clearly robust. We are particularly pleased to have seen such a diverse spread of winners, with 37 companies taking home at least one lot. The auction, our second biggest by value to date, means that Gemfields' annual revenues from ruby and emerald auctions has for the first time exceeded USD 200 million.

The auction marked a further milestone in that 12 prominent lots from this auction have become the first Gemfields rubies ever to pioneer the use of blockchain in facilitating improved supply chain traceability. The winners are therefore able to validate the route to market via the Provenance Proof Blockchain established by the Gübelin Gem Lab of Switzerland.

We thank our clients, our local partner Mwiriti Limitada, the Government of Mozambique and the hard-working Gemfields teams across eight countries for their efforts and support underpinning the ongoing growth of the African coloured gemstone sector.

Additional information on Gemfields

Gemfields is a world leading supplier of responsibly sourced coloured gemstones. Gemfields is the operator and 75% owner of both the Kagem emerald mine in Zambia (believed to be the world's single largest producing emerald mine) and the Montepuez ruby mine in Mozambique (one of the most significant recently discovered ruby deposits in the world). In addition, Gemfields also holds controlling interests in various other gemstone mining and prospecting licenses in Zambia, Mozambique, Ethiopia and Madagascar.

Gemfields' outright ownership of Fabergé - an iconic and prestigious brand of exceptional heritage - enables Gemfields to optimise positioning, perception and consumer awareness of coloured gemstones, advancing the wider group's "mine and market" vision.

Gemfields has developed a proprietary grading system and a pioneering auction and trading platform to provide a consistent supply of coloured gemstones to downstream markets, a key component of Gemfields' business model and has played an important role in the growth of the global coloured gemstone sector.

Further information on Gemfields Group Limited can be found at www.gemfieldsgroup.com

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London

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