Ekati Diamond Mine



October 2026 Report

Arctic Canadian Diamond Company Ltd.
& Burgundy Diamonds (Canada) Limited

Receivership Overview

Upon application made by the Government of the Northwest Territories ("**GNWT**") on July 14, 2026, the Supreme Court of British Columbia granted an order appointing PricewaterhouseCoopers Inc. ("**PwC**") as receiver (the "**Receiver**") of all of the assets, undertakings, and property of Arctic Canadian Diamond Company Ltd. and Burgundy Diamonds (Canada) Limited (collectively, the "**Companies**"). The main asset of the Companies is the Ekati Mine. The Receiver was appointed by the Court to take possession and control of the Companies, manage the wind down of the business. stabilize operations as the site moves from active mining to care and maintenance, oversee the environmental remediation and reclamation of the Ekati Mine pursuant to regulatory obligations. The Receivership Order can be viewed the Receiver's website at www.pwc.com/ca/burgundy

July 14 - August 31, 2026		September 1-30, 2026	October 1-31, 2026	November 2026 and onward
Receiver appointed • The Supreme Court of British Columbia appointed the Receiver. • The Receiver's team attended the site and have a presence on site since the date of the appointment. • Misery Underground Mine mining operations were ceased immediately. • Formal notification of the cessation of active mining and the transition toward care and maintenance was provided to the Wek'èezhìı Land and Water Board ("**WLWB**"). • The Misery Underground Mine completed equipment and materials extraction and winterized.	**Site transition** • The site processed all remaining ore on site by July 30, 2026. • The Receiver supported all site activities as the Companies transitioned to care and maintenance. • As the mine moved to care and maintenance, there was continued communications with employees as workforce reductions were implemented. • There has been ongoing engagement with Union representatives and communities on status of the mine. • The Receiver and Companies were in regular contact with Suppliers for ongoing support. • The site was visited by the environmental and land inspector.	**Reclamation work continues** • Decision announced that a dedicated winter road will not be built for 2026/27 season. • Misery waste rock capping continued as ongoing reclamation works. • The Care and Maintenance Plan was shared with WLWB for community review. • National Day for Truth and Reconciliation was recognized on site. • Continued with the required regulatory submissions.	**Planning forward and regular site visits began** • Care and maintenance activities continuing to maintain the Site in a safe and environmentally responsible condition. • Reclamation and closure work became the focus of Receiver in consultation with applicable regulators. • The Receiver drafted procurement packages required for reclamation and closure activities. • Site visited by GNWT environmental and land inspector for a second time since the receivership began. • Site visited by Indigenous representatives. • Site visited by Workers' Safety and Compensation Commission ("**WSCC**").	**Reclamation and Closure** • Maintain safe and environmentally responsible site • Continue Misery Waste Rock Storage Area capping and other priority site works such as building demobilization. • Complete priority winterization and site load reduction activities. • Advance reclamation and closure planning with regulators and communities. • Maintain environmental monitoring and required regulatory reporting. • Implement corrective actions arising from regulatory and safety inspections.

Community Updates & Activities

Image description: Tłı̨chǫ Government, North Slave Métis Alliance (“NSMA”) and Łutsël K’é Dene First Nation (“LKDFN”) site visit to Ekati Mine, October 7-8, 2026 at Fox pit



Engagement with Communities

The Receiver and the Companies’ relevant Departments continue to engage with IBA communities. We have connected with representatives of these communities to share information and discuss matters of interest. Topics have included:

- Workforce updates, including support for former and current employees affected by the Receivership.
- Supporting former employees with applying to the federal Wage Earner Protection Program (“**WEPP**”).
- The transition of the site into care and maintenance, and communication regarding what this means for employees.
- Employment opportunities at site.
- The return of culturally significant items held by the Companies.
- Upcoming reclamation planning, including any related procurement processes.

In addition, the Receiver is working with communities and Northern organizations on the following initiatives:

- Employment opportunities;
- Procurement opportunities; and
- Training and development opportunities.

Job Opportunities

Where timing permits, job opportunities are first offered to IBA communities in advance of recruitment through wider channels.
A position for **Apprentice Heavy Equipment Technician** is still unfilled; this information was shared with IBA communities on October 5, 2026.

Procurement

We are engaging with Indigenous communities' development corporations, in collaboration with the GNWT, on future contracting opportunities, including the Tłı̨chǫ Investment Corporation, Det’on Cho Corporation, Denesoline Corporation, Metcor Inc. (North Slave Métis Alliance) and Kitikmeot Corporation.

Training and Development

Training is a central focus of the Receiver for employees at site. Options are being explored for employees, with the possibility of later extending them to IBA community members, helping build skills and readiness for future roles.

Past and Upcoming Activities



Image description: Community Members visit Point Lake

Site visits

On October 7-8, 2026, representatives from the Tłı̨chǫ Government, the North Slave Métis Alliance ("**NSMA**") and the Łutsël K'é Dene First Nation ("**LKDFN**") joined members of the Ekati Mine team for a two-day tour of Ekati Mine.

The purpose of the visit was to review the remediation and reclamation work completed to date and to discuss future work, including areas where Traditional Knowledge will be requested.



Image description: Northern Artist, Robbie Craig

Culturally significant items

Items of cultural significance previously at Ekati Mine and at the former Calgary head office are now in Yellowknife, with the exception of two larger pieces, a birch bark canoe and a soapstone carving that will remain at Ekati Mine until a safe procedure for their return is established. The items include paintings, carvings, and traditional arts that were gifted or purchased by the Companies. The items are now available for collection, please contact the Receiver if you have any questions on this process. We are ensuring each item makes its way back safely and respectfully to where it belongs.



Image description: 2025 Ekati Mine Employee Handgames event

National Day for Truth and Reconciliation

National Day for Truth and Reconciliation was recognized at the site on September 30, 2026. Including:

- A moment of silence to encourage reflection on the significance of the day;
- A Traditional meal served featuring dishes inspired by Indigenous food traditions; and
- Community activities including sewing, painting and games.

Future Activities – Ekati Mine Visits

We are planning future site visits, these can be accommodated over the winter months but are more likely to take place in the spring - summer 2027 with the warmer weather season.

Ahead of any visit we will prepare a valuable experience for our guests to have better visibility of all areas of the site, including lakes, pits and waste rock storage areas.

Planning these visits in advance will also give us the time to:

- Incorporate Traditional Knowledge into the planning and focus of each visit;
- Build on what was learned and discussed during previous site visits;
- Reflect community preferences for logistics, such as dates, travel arrangements, participants and length of visit; and
- Provide communities with a longer lead time to prepare and arrange attendance.

Site Operations, Safety & Logistics

Image description: Ekati Mine Main Camp

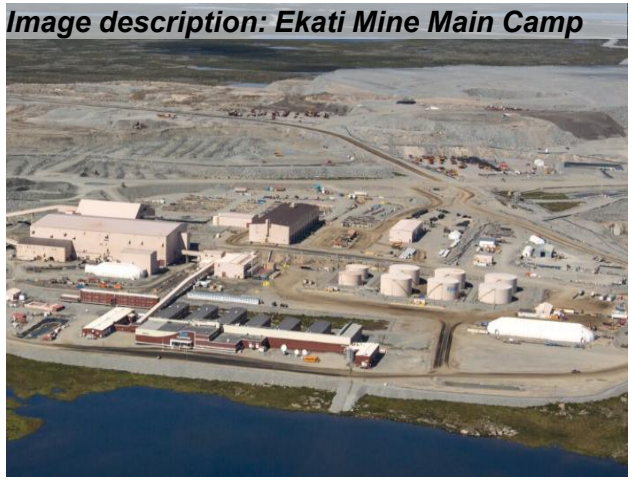


Image description: Welcome to the new members of the Emergency Response Team



Site Operations

- Final ore hauling ended July 21.
- Misery Underground Mine and camp are closed and winterized.
- Fuel remaining: 25.4M litres as at October 30, 2026.
- Approximately 300k tonnes of rock moved as part of ongoing Misery Waste Rock Storage Area remediation works since July.
- Site road radio channel rationalization.
- Sable Road gate installed and access protocols established.

Environmental

- GNWT Lands Inspector attended site July 28-29 and October 7-8, the Ekati team are working with the Inspector on all issues highlighted.
- Open-water water quality sampling season wrapped up for 2026.
- Wildlife Sightings in October 2026:
  - 5 sightings of 700+ Caribou
  - 2 sightings of one Wolf
  - 4 sightings of one Grizzly

Care and maintenance

- Site wide clean up.
- Significant work on fuel preservation.
- Winterizing buildings and equipment.
- Closed Misery camp and depowered.
- Required structural surveys.
- 2026 dam geotechnical inspection completed.
- Tank certification ongoing.
- Annual Fire suppression inspections.

Health & safety

- Reportable incidents:
  - Zero reportable incident and
  - Two First Aid cases.
- Near miss / hazard reports: 164 events.
- Basic Mine Rescue Training October 29-November 2.
- First Aid training delivered October 14-21.
- WSCC Inspector attended site from October 14-21.
- The hazards of work in extreme conditions is the main focus as winter approaches.

Personnel updates

- Average Employees at site during October: 54 per day.
- Average Contractors / Third Parties at site during October: 24 per day.
- Training / workforce events since July:
  - 220 hours of online training;
  - 650 hours of classroom delivery; and
  - **Harrison Simmons** received an award for his outstanding efforts as top marks in the Territory for his 1st year Millwright Apprentice exam.

Seasonal / weather

- Average daily temperature in October 2026: -5 °C.
- Average hours of daylight in October 2026: 9 hours.
- Weather impacts:
  - Alert Level 1 events – 3
  - Alert Level 2 events – 1

(Alert Levels 1-3 = progressively worse conditions and visibility)

Reclamation & Major Site Works



Image description: Misery waste rock storage area.

Misery Underground mine

- The Misery Underground Mine mining ceased on the Receivership appointment date on July 14, 2026.
- The Ekati team removed all hazardous materials and equipment from the underground by July 27, 2026.
- The environmental inspector went into the underground on July 29, 2026 and has no outstanding actions.
- The lower portal and escape way are now permanently closed. The top portal is temporarily closed awaiting final closure approval.

Misery camp closing

- Misery accommodation camp is no longer in use.
- The camp and surrounding buildings have been cleared of all perishable goods and goods not appropriate for cold storage.
- Power is now disconnected to the camp and 10 buildings have been winterized.
- The light vehicle shop remains with power via generator and is in use supporting the works down at this area of the site.
- Approximately 4.2 million litres of fuel was transferred from Misery camp to the Main camp as tank certification was required.

LOOKING AHEAD

Upcoming projects

01 Engineering Services for Fuel Preservation, Site Load Reduction and Future camp fuel consumption planning.

02 Consultant Services to support the Ekati team with reclamation and closure planning submissions.

03 Planning for Winter Road 2027-2028 including staging of assets and waste out of Ekati Mine.

Misery Waste Rock Storage Area (“WRSA”)

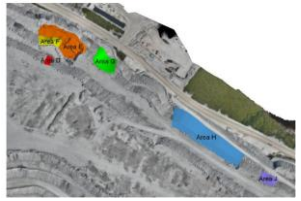
- The site has continued its work to cover exposed metasediment areas on the Misery Waste Rock Storage Area with a 5m cap. This is for the purpose of environmental containment, isolation, and stability.
- Phase 1 - 225,929 tonnes moved.
- Phase 2 – 69,892 tonnes moved to date.

Phase 1 – Complete



The image above shows the original state. The capping of the top of these zones are completed

Phase 2 – Ongoing



Phase 2 site areas ongoing (side slopes)

Other key site works

- Processing plant shut down and cleaned.
- A further 14 buildings across the rest of the Ekati Mine have been cleared and winterized as not required.
- Surplus empty fuel tanks have been cleaned and prepared for decommissioning.
- Categorizing of equipment including sensitive equipment for warm storage, as appropriate.
- Repairs have been made to the ammonium nitrate storage facility.
- Waste management planning continued with an increase to landfill capacity.

Regulatory Updates & Compliance

Image description: Water Quality Monitoring Sampling



Environmental Inspector visit	Environmental updates	Other compliance	H&S updates
• GNWT Lands Inspector attended site July 28-29 and October 7-8. • Areas inspected included waste management facilities, the Panda fresh air raise ammonium nitrate storage, Point Lake and Misery WRSAs, Point Lake seepage collection, Misery camp, and the Misery and Fox tank farms. • All assessed checklist items were rated acceptable.	• Caribou & Wildlife Monitoring: Daily caribou tracking and ground monitoring active across corridors. • Effluent & Water Sampling: Long Lake Containment Facility seasonal pumping fully shut down for winter with routine compliance. • Spill & Containment Management: Controlled cleanup completed for contaminated snow in the lined warehouse yard.	• Land Management Plan and Waste Management Plan updated and signed off by leadership. • 2026 Geotechnical inspection completed and working in report. • 2025 Water License & Environment Agreement Annual Report, 3-Year WRSA & Seepage Report, and Ground Temperature deliverables submitted on October 31.	• 18 total positive Field Peer Engagements recorded across shifts with zero Lost Time Injuries, zero Code 1 events, only 2 first aids and zero significant incidents. • 6 new graduates from the Basic Mine Rescue course await certification. • ERT Coordinator will also receive Mine Rescue Instructor Certificate.

Ekati Mine Regulatory Submissions – key activities over the past three months

Reference	Description	Submission Date
MDMER	End of Commercial Operations Notice	7/30/2026
WLWB Water Licence	Request to Change Surveillance Network Program	8/11/2026
MDMER	Quarterly Effluent Monitoring Report 2026-Q2	8/12/2026
WLWB Water Licence	W2021X0004 – Point Lake Early Works Land Use Permit Extension Request	9/4/2026
WLWB Water Licence	2025 Annual Geotechnical Inspection Report	9/25/2026
WLWB Water Licence	Care and Maintenance Plan v. 1.0 and v. 1.1	7/29/2026; 9/30/2026
WLWB Water Licence	Update to Waste Management Plan - Rejects Landfill Conversion	10/16/2026
WLWB Water Licence	2025 Aquatic Effect monitoring Program Annual Report	10/28/2026
Environment Agreement	2025 Wildlife Monitoring Report	10/30/2026
WLWB Water Licence	June to September Surveillance Network Program Monitoring Data	Monthly