

## RESERVES & RESOURCES POLICY

### 1.0 INTRODUCTION

This Reserves & Resources Policy (the “Policy”) is implemented by the Board of Directors (the “Board”) of Dominion Diamond Corporation (the “Company”) to provide a clear framework for how the Company and its subsidiary and affiliated companies (collectively, the “Company”) undertakes the estimation of, and manages public reporting of the Company’s mineral reserves (“reserves”) and mineral resources (“resources”).

### 2.0 POLICY STATEMENT

The integrity of the Company’s reserve and resource estimates, and the accurate and timely disclosure thereof, is critical to our business success and to our reputation. Estimated reserves and resources are used internally to make investment decisions, and are the basis of our cash flow forecasts for planning purposes. Estimated reserves are also integral to the measurement of the Company’s financial performance and the preparation of our published financial statements, particularly the calculation of depreciation, depletion, amortization and asset impairment. Finally, reserve estimates are used by the investment community to assist them in assessing the value of our mining activities and predicting future cash flows.

Therefore, the Company is committed to the following principles:

- (a) The Company follows industry standards and best practice guidelines throughout the reserves and resources estimation process.
- (b) Estimates of reserves and resources are prepared objectively and reviewed by qualified persons using reliable data and all available information without restriction or interference.
- (c) Estimates of reserves and resources, and related information are prepared and disclosed in strict compliance with all applicable laws, regulations and listing requirements of the jurisdictions in which our shares are publicly listed.
- (d) The reserve and resource estimation process, the appointment of qualified persons, and publication of estimates are subject to oversight by the Board.

### 3.0 POLICY IMPLEMENTATION

In support of these principles, the Company does and shall:

- (a) Comply with applicable laws, regulations and listing requirements of the jurisdictions in which our shares are publicly listed (specifically, Canadian National Instrument 43-101 *Standards of Disclosure for Mineral Projects*).
- (b) Adhere to industry standards and best practice guidelines for mineral resource and reserve estimation for Canadian mining.
- (c) Ensure qualified persons have the necessary qualifications required under the provisions of Canadian National Instrument 43-101 *Standards of Disclosure for Mineral Projects*.

- (d) Provide qualified persons with access to all information relevant for the mineral property while upholding access control to data and results.
- (e) Estimate reserves based upon viable and economic mining and processing methods, and documented and approved mine plans, along with the application of appropriate modifying factors.
- (f) Document the reserve and resource estimation process sufficiently to support the reserve and resource estimates for the mineral property, including assumptions, parameters and methods, risk and uncertainties inherent in the estimates, variances from previous estimates, and approvals.
- (g) Conduct an independent review by an external qualified person of the reserve and/or resource estimates of a property upon the completion of a positive preliminary feasibility study or, in the case of a material change, to a reserve estimate.

#### **4.0 REPORTING**

A report on reserves and resources made by the Company will be delivered, on an annual basis, to the Board.

#### **5.0 ACCOUNTABILITY**

The Chief Operating Officer (the "COO") is responsible to ensure the implementation of this Policy. The COO shall, not less than once every three years or more frequently as the COO shall determine, review this Policy for adequacy and appropriateness and recommend any changes to the Board.

#### **6.0 CHANGES TO THE POLICY**

The Board may, from time to time, permit departures from the Policy, either prospectively or retrospectively. The Policy is not intended to give rise to civil liability on the part of the Company or its directors, officers, employees or other insiders to shareholders, investors, customers, suppliers, competitors, employees or other persons, or to any other liability whatsoever on their part. The Policy may be amended by the Board at any time.

**APPROVED** by the Board of Directors of Dominion Diamond Corporation on the 9<sup>th</sup> day of March, 2017.