



MOTHAE DIAMONDS SELL FOR A\$2.0M

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) and its partner, the Government of the Kingdom of Lesotho (“GoL”), are pleased to announce the results of the third diamond sale in 2021 from the Mothae kimberlite mine in Lesotho (“Mothae”).

The 3,617 carat parcel of rough diamonds was sold for US\$420/ carat or US\$1.5 million (A\$2.0 million or A\$543/ carat). As per the Diamond Sales and Purchase Agreement with Safdico International (the “Agreement”)¹, Mothae will receive a minimum average cash flow value of US\$630/ carat for the first twelve months of the Agreement. The difference between minimum average cash flow value and the selling price will be recouped by Safdico from sales delivered in the future with an average price higher than US\$630/ carat.

As per the Mothae JORC Resource Statement announced to the ASX on 15 October 2020, the South lobe of the Mothae kimberlite has an expected modelled value range of US\$377 to US\$748 for its three zones (average of US\$635/ carat). The total average diamond price achieved in the three sales to date in 2021 is US\$936/ carat.



Selection of stones from the third sale held by Mothae in 2021

This sale brings total 2021 year to date rough diamond sales from both diamond mines, on a 100% project basis, to:

| | Carats | US\$ million | US\$/ carat | A\$ million | A\$/ carat |
|-------------------|---------------|--------------|--------------|-------------|--------------|
| Mothae | 13,912 | 13.0 | 936 | 16.8 | 1,206 |
| SML (Lulo) | 5,313 | 9.5 | 1,796 | 12.3 | 2,314 |
| Total | 19,224 | 22.5 | 1,173 | 29.1 | 1,513 |

Authorised by the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

¹ Refer ASX release 6 November 2020

ABOUT LUCAPA

Lucapa is a niche diamond producer with high-value mines in Angola (Lulo) and Lesotho (Mothae).

The 0.5 million bulk cubic metre per annum Lulo alluvial mine and 1.6 million tonnes per annum (“Mtpa”) Mothae kimberlite mine both produce large and high-value diamonds, with >75% of revenues generated from the recovery of +4.8 carat stones.



The Lulo mine has been mining commercially since 2015 and has produced 23 +100 carat diamonds to date, including a 404 carat D-colour Type IIa stone, and is one of the highest average US\$ per carat alluvial diamond producers in the world. Lucapa and its Project Lulo JV partners have also achieved highly encouraging results from their search to discover the primary hard-rock source of the high-value Lulo alluvial diamonds.



The Mothae mine in diamond-rich Lesotho commenced commercial mining in 2019 and has produced five +100 carat diamonds to date, including a 213 carat D-colour Type IIa stone. Lucapa has funded a ~45% expansion in the processing capacity of the Mothae mine, which when ramped up in early Q2 2021 will see capacity grow from 1.1 Mtpa to 1.6 Mtpa.

Lucapa’s Board, management team and strategic investors have decades of diamond industry experience across the globe and right through the diamond pipeline, particularly in extracting value from large and high-quality diamonds.

Competent Person’s Statement

Information included in this announcement that relates to exploration results and resource estimates is based on and fairly represents information and supporting documentation prepared and compiled by Richard Price MAusIMM who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Price is an employee of Lucapa Diamond Company Limited. Mr Price has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Price consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

No New Information

To the extent that this announcement contains references to prior exploration results and Mineral Resource estimates, which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

Forward-Looking Statements

This announcement has been prepared by the Company. This document contains background information about the Company and its related entities current at the date of this announcement. This is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this announcement.

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