



SEVEN LULO DIAMONDS SELL FOR A\$28.3M IN TENDER

*Largest single sale event ever for Lulo
Sale delivers average price of US\$34,548/ carat*

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”), Empresa Nacional de Diamantes E.P. (“Endiama”), Rosas & Petalas and Sodiam E.P. (Angolan state diamond marketing company), are pleased to announce the outcome of the sale of seven exceptional Lulo diamonds.

The seven large, top-quality and fancy coloured diamonds recovered in 2021 and weighing 620 carats from the Lulo alluvial mine were offered for sale via tender organised by Sodiam in Luanda. The seven Lulo diamonds on the tender achieved a total sales price of US\$21.4 million (A\$28.3 million), representing an average price of US\$34,548 (A\$45,603)/ carat.

The prices achieved for the Lulo diamonds reflect the strong diamond market post the height of the pandemic in 2020, where rough diamond prices have continued to strengthen on the back of low rough supplies and returning consumer demand.



The seven select Special Lulo diamonds

This sale brings total sales for the six months to date to US\$38.8 million (A\$50.6 million) at an average price of US\$3,275 (A\$4,272)/ carat, cementing Lulo’s position as the highest price alluvial production globally.

Lucapa Diamond Company’s Managing Director, Stephen Wetherall, commented “*The exceptional sale result, which is the largest single sale event ever for Lulo, demonstrates the strong demand for unique, large and high-quality natural diamond productions such as those of Lulo and Mothae.*”

Authorised by the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

ABOUT LUCAPA

Lucapa is a unique growing diamond producer with high-value producing 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 in Angola has been mining commercially since 2015 and has produced over twenty +100 carat diamonds to date, including a 404 carat D-colour Type IIa stone, and is the highest average US\$ per carat alluvial diamond producer 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 Lesotho commenced commercial mining operations 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 will see capacity increase from 1.1 Mtpa to 1.6 Mtpa.



Lucapa has also recently signed binding agreements to acquire the Merlin tenements and assets in the Northern Territory of Australia. Merlin is well known for being Australia’s large stone producer with significant exploration potential. It consists of two tenements - a 24km² tenement with a mining lease and a 283km² exploration tenement encompassing the Mining Lease, approximately 720km south-east of Darwin, NT. The Mining Lease contains 11 previously discovered kimberlite pipes in three kimberlite clusters with an existing 4.4m carat JORC 2012 resource. The acquisition is subject to the fulfilment of transaction specific and usual conditions precedent.

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.

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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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.