



A\$2.7 MILLION FROM LULO DIAMOND SALES

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) and its partners Empresa Nacional de Diamantes E.P. (“Endiama”) and Rosas & Petalas have completed a further sale of alluvial diamonds from the Lulo Diamond Project in Angola.

The parcel of 1,782 carats (Figure 1) achieved gross sale proceeds of US\$2.0 million (A\$2.7 million), representing an average price per carat of US\$1,150 (A\$1,530).

The sale excluded a number of large white Specials and a coloured Special recovered which were not presented for sale and were held for a future sale (Figure 2).

The sale took gross proceeds from Lulo diamond sales to date in H1 2018 to US\$15.9 million (A\$20.2 million) at an average price per carat of US\$1,642 (A\$2,093).



Figure 1: Lulo diamonds recovered from Mining Block 4 and Mining Block 6



Figure 2: Large Specials recovered at Lulo and not included in the latest sale parcel

For and on behalf of the Lulo Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

ABOUT LUCAPA

Lucapa is a growing diamond company with a portfolio of high-quality production, development and exploration assets in Angola, Lesotho, Australia and Botswana. The Company's focus on high-value diamond production is designed to protect cash flows in a sector of the diamond market where demand remains robust.

Lucapa's flagship asset is the Lulo Diamond Project in Angola, which is a prolific producer of large and premium-value alluvial diamonds. Lulo has produced 10 +100ct diamonds to date and is the highest US\$ per carat alluvial diamond production in the world. Lucapa and its Lulo partners continue to advance their search for the primary kimberlite sources of these exceptional alluvial gems, with three drill rigs available in the ongoing kimberlite exploration program.

In keeping with the Company's growth strategy, Lucapa has acquired a 70% interest in the advanced Mothae kimberlite project in diamond-rich Lesotho. The Mothae kimberlite pipe is a high-quality diamond resource located within 5km of Letšeng, the highest US\$ per carat kimberlite diamond mine in the world. Lucapa is constructing a 150 tonne per hour (90,000 tonnes per month) diamond treatment plant, complete with XRT recovery technology, under its Phase 1 development program and is scheduled to commence high-value production at Mothae in H2 2018. A bulk sampling plant has been refurbished and the Company will soon commence testing the Neck Zone of the kimberlite pipe not included in the JORC resource due to no historic bulk sampling and other areas that are included in the JORC resource but could be upgraded by additional sampling.

Lucapa is also furthering two earlier stage exploration assets - commencing with an extensive follow up program at Brooking in the West Kimberley lamproite province in Western Australia, where the Company has recently discovered lamproite with high concentrations of micro and macro diamonds. The Company is also scheduled to drill its targets at the Orapa Area F project in Botswana's Orapa diamond field in 2018.

Lucapa's Board and management team have extensive diamond industry experience across the globe with companies including De Beers, Rio Tinto and Gem Diamonds.