

ASX Announcement 12 April 2016

MORE LARGE SPECIAL DIAMONDS AND PINKS FROM NEW AREA AT LULO

- Latest trial mining recoveries from E46 include 59 carat and 33 carat specials and more pink diamonds

Lucapa Diamond Company Limited (ASX: **LOM**) ("Lucapa" or "the Company") and its partners are pleased to announce the recovery of more large specials and fancy-coloured diamonds from trial mining of the E46 alluvial terraces at the Lulo Diamond Project in Angola (Figure 1).

As announced to the ASX on 29 March 2016, Lucapa and its partners recovered eight special diamonds (individual stones weighing more than 10.8 carats) from trial mining of the E46 alluvial terraces at Lulo, including a 68 carat Type IIa D-colour gem.

The latest special diamond recoveries from E46 include a 59 carat Type I diamond and a 33 carat Type IIa D-colour gem.



59 carat diamond from E46

Intense-fancy pink diamond (0.2 carats) from E46



33 carat Type IIa D-colour gem from E46

Selection of recent diamond recoveries from E46

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In addition, Lucapa and its partners have recovered a number of pink diamonds from E46, including an intense-fancy 0.2 carat pink.

These pink recoveries - together with the 4 carat pink recovered in the original exploration bulk sampling program - suggest the E46 diamond population should include fancy-coloured diamonds as well as large, high-quality gems.



Selection of recent diamond recoveries from trial mining at the E46 alluvial terraces

As noted in the ASX announcement of 29 March 2016, E46 is located ~10km usptream of alluvial Mining Blocks 6 and 8 (Figure 1), which have been the source of frequent special diamond recoveries of up to 404 carats.

E46 is the fourth area along a ~20km stretch of the Cacuilo River terraces to have produced special, gemquality diamonds, providing further evidence that Lulo is in the heart of a large diamond province (Figure 1).

E46 is also adjacent to the known diamond-bearing L46 and L19 kimberlites. Lucapa recovered two Type I kimberlite diamonds weighing 1.24 carats in 2015 from preliminary bulk sampling at L46 (See ASX announcement 16 October 2015) (Figure 1).

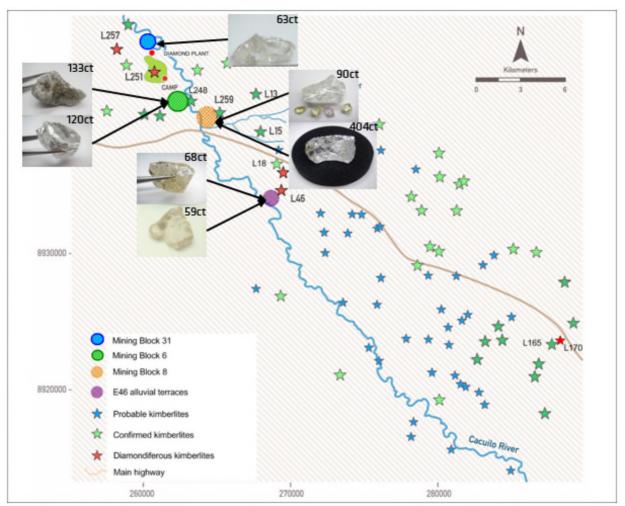


Figure 1: Map showing the known ~20km extent of large special alluvial diamond recoveries between Mining Block 31 and E46 alluvial terraces

For and on behalf of the Lucapa Board.

STEPHEN WETHERALL CHIEF EXECUTIVE OFFICER

Competent Person's Statement

The overall exploration information reported is based on and fairly represents information and supporting documentation prepared and compiled by Albert Thamm M.Sc. F.Aus.IMM (CP Management), who is a Corporate Member of the Australasian Institute of Mining and Metallurgy. Mr. Thamm is a Director and shareholder of Lucapa Diamond Company Limited. Mr. Thamm 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. Thamm 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 previous market announcements made by the Company, unless explicitly stated, no new information is contained. Other than the gravity and EM results, no other new information is stated. The Company confirms that it is not aware of any new information or data that materially affects the information included in the prior 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

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