

LUCAPA DIAMOND COMPANY

ASX Announcement 26 October 2016

XRT LARGE DIAMOND RECOVERY TECHNOLOGY COMMISSIONING COMMENCES

 New XRT technology and larger screens to recover individual diamonds up to 1,100 carats at Lulo

Lucapa Diamond Company Limited (ASX: **LOM**) and its partners, Empresa Nacional de Diamantes E.P. ("Endiama") and Rosas & Petalas, are pleased to report that commissioning of the modules for the new XRT diamond processing and recovery stream has commenced at the Lulo Diamond Project in Angola.

The XRT technology and larger screens (55mm) will, as part of the new processing stream at the 150 tonne per hour diamond plant, provide capacity to recover individual diamonds up to 1,100 carats. The XRT technology is also more efficient at recovering low-luminescing Type IIa diamonds.

As previously announced, Lulo mining company Sociedade Mineira Do Lulo ("SML") began stockpiling all oversize material in February 2016 following the recovery of the record 404 carat "4th February Stone", which sold for US\$16 million (A\$22.5 million). This stockpile now stands at approximately 19,000 bulk cubic metres.

To ensure grade and source integrity, the stockpiled material will be managed and processed through the new XRT stream, over time, in batches separate to the ongoing oversize material recovered and processed from daily mining operations.



XRT Scrubber module at the 150tph diamond plant

To date, Lucapa and its partners at Lulo have recovered more than 30 diamonds weighing +50 carats, including six +100 carat diamonds.

For and on behalf of the Lucapa Board.

STEPHEN WETHERALL CHIEF EXECUTIVE OFFICER

Forward-Looking Statements

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