



LULO DIAMONDS SELL FOR A\$3.2 MILLION

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) and its partners Empresa Nacional de Diamantes E.P. (“Endiama”) and Rosas & Petalas are pleased to announce the results from the latest sale of diamonds from the Lulo alluvial diamond mine in Angola (Sociedade Mineira Do Lulo or “SML”).

A total of 3,477 carats of Lulo diamonds sold for gross proceeds of US\$2.3 million (A\$3.2 million) on a 100% basis, representing an average price of US\$663 (A\$911)/ carat.

Total sales year to date amount to 12,266 carats for US\$15.7 million (A\$23.2 million) or US\$1,283 (A\$1,892)/ carat.

Lucapa Managing Director Stephen Wetherall commented: *“SML has delivered strong operational performances soon after recommencing operations following the lockdown. Although the average diamond size in this sale parcel was smaller than average, the encouraging signals being seen in the industry currently have led to upward price movements across a number of diamond categories. That together with the record recoveries from the leziria areas suggests Lulo should have a much improved second half in 2020”.*

Authorised by the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

ABOUT LUCAPA

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

The Lulo alluvial mine and Mothae kimberlite mine both produce large and high-value diamonds, with >75% of revenues generated from the recovery of +4.8 carat stones.

Lulo has produced 15 +100 carat diamonds to date and is one of the highest average US\$ per carat alluvial diamond producers in the world. Lucapa and its *Project Lulo* partners have also received highly encouraging results from their search to discover the primary hard-rock source of the high-value Lulo alluvial diamonds.

The new 1.1 mtpa Mothae kimberlite mine in diamond-rich Lesotho commenced commercial mining operations in January 2019. It produced > 30,000 carats in its first year of production, including 3 +100 carat diamonds. The mine operations were suspended in late Q1 2020 because of the COVID-19 lockdown and isolation measures however the recently approved restart plan and new marketing channel will see the recommencement of mining operations in Q4 2020.

The niche high-end production from Lucapa's mining operations allows the mines to access polishing margins from beyond the mine gate through unique partnerships.

Lucapa's Board and management team have decades of diamond industry experience across the globe with companies including De Beers and Gem Diamonds.

No New Information

To the extent that 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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