



A\$8.8M FROM LULO AND MOTHAE DIAMOND SALES

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) and its respective project partners are pleased to announce the results from the latest sales of diamonds from the Lulo alluvial mine in Angola and the Mothae kimberlite mine in Lesotho. The latest sales from Lulo and Mothae take total sales from both mines to US\$35.5 million (A\$50.2 million) for the year to date on a 100% basis.

Lulo (Lucapa 40% and operator)

The run of mine parcel of 3,558 carats of Lulo diamonds sold for gross proceeds of US\$4.4 million (A\$6.3 million) representing an average price per carat of US\$1,234 (A\$1,768).

This took total sales of Lulo diamonds to date in 2019 to US\$26.5 million at an average price per carat of US\$2,764.

The latest sale did not include the high-value 46 carat Lulo pink diamond, which is being considered for cutting and polishing by the Lulo partners to capture margins from beyond the mine gate. Lulo alluvial mining company *Sociedade Mineira Do Lulo* (“SML”) is planning a second diamond sale in Q3 2019.



Run of mine Lulo production from the last sale

Mothae (Lucapa 70%; Government of the Kingdom of Lesotho 30%)

The parcel of 4,376 carats of Mothae diamonds sold for gross proceeds of US\$1.8 million (A\$2.5 million). This represented an average price per carat of US\$400 (A\$579) for the run of mine production and US\$475 (A\$688) per carat for diamonds in the +11 sieve size fraction¹.

The sale result was impacted by the decision to withhold from sale the highest-valued Mothae diamond in the tender – a 36 carat D-colour stone. This diamond is also being considered for cutting and polishing to capture margins from beyond the mine gate.

The latest sale took total Mothae sales to date in 2019 to US\$9.0 million (A\$12.9 million) at an average price per carat of US\$539 (A\$767) and US\$661 (A\$941) for the +11 sieve size fraction.

As set out in the ASX announcement of 6 August 2019, recent recoveries at Mothae have included a 64 carat D-colour Type Ila gem from the higher-margin southern pit. Mothae is planning the next diamond sale for late Q3 2019.



Mothae diamonds from the latest sale parcel

Combined Lulo and Mothae 2019 sales to date

	Mothae	Lulo	Total
Carats sold	16,795	9,582	26,377
US\$ value (m)	US\$9.0	US\$26.5	US\$35.5
A\$ value (m)	A\$12.9	A\$37.4	A\$50.2
US\$ per carat	US\$539	US\$2,764	US\$1,347
A\$ per carat	A\$767	A\$3,899	A\$1,905

In line with the Company’s strategy of becoming a leading global producer of large and premium-quality diamonds from alluvial and kimberlite sources, 2019 diamond sales to date from the two mines operated by Lucapa (on a 100% basis) now total US\$35.5 million (A\$50.2 million) at an average price of US\$1,347 (A\$1,905) per carat.

For and on behalf of the Lucapa Board.

**STEPHEN WETHERALL
MANAGING DIRECTOR**

¹As detailed in the ASX announcement of 27 February 2019, the efficiency of the new Mothae plant in treating the near surface weathered material has resulted in the liberation of additional diamonds, primarily small stones below the plant’s 3mm bottom cut-off screen size. These additional diamonds are in the -11 and below sieve size fractions. While these diamonds generate additional value, they do reduce the overall average US\$ per carat price.

ABOUT LUCAPA

Lucapa is a growing diamond company with high-value mines in Angola and Lesotho. Lucapa's vision is to become a leading global producer of large and premium-quality diamonds from alluvial and kimberlite sources.

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

Lulo has produced 13 +100 carat diamonds to date and is the highest average 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 through a systematic exploration program.

The new 1.1 Mtpa Mothae kimberlite mine in diamond-rich Lesotho commenced commercial diamond mining operations in January 2019 and has already recovered seven +50 carat diamonds under Lucapa's ownership.

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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