



LUCAPA RAISES \$5.5M TO ADVANCE LULO DIAMOND PROJECT

Lucapa Diamond Company Limited (ASX: LOM) is pleased to announce the Company has raised \$5.5 million, less costs, in a placement to advance the Company's Lulo Diamond Concession in Angola.

The placement, which was heavily over-subscribed, was lead managed by Canaccord Genuity (Australia) Limited and supported by CPS Capital Group.

Lucapa will use the placement proceeds to advance its operations at the Lulo diamond concession and for working capital.

The placement, which remains subject to the clearance of funds, involved the issue of approximately 917 million new ordinary shares at an issue price of \$0.006 per share, together with approximately 458 million listed options at no further consideration on the basis of one option for every two placement shares.

The issue of these options, which are to be listed and exercisable at \$0.01 on or before 29 August 2015, remains subject to shareholder approval at the Company's Annual General Meeting (AGM), which is scheduled to be held on 21 May 2014.

Canaccord and CPS Capital Group will be paid a fee equivalent to 6% of gross proceeds from the placement and, subject to shareholder approval, will also be entitled to 75 million listed options, on the same exercise terms as above.

The Lucapa Board has resolved that a resolution will be put to shareholders at the AGM to consider, and if thought fit approve, a 30:1 consolidation of the Company's shares and options (both listed and unlisted) on a post-placement basis (Consolidation).

Subject to the Consolidation being approved by shareholders, the Board has also resolved to make an issue of loyalty options (Loyalty Options) to shareholders. Under the proposed terms of the issue of Loyalty Options, shareholders will be entitled to one listed option for every two fully-paid ordinary Lucapa shares held on a post-consolidation basis, on the same exercise terms as above, for a consideration of \$0.001 per option.

Lucapa Managing Director Miles Kennedy said he was delighted with the response to the capital raising, which followed a series of recent investor and broker presentations by Lucapa in London and Cape Town.

The AGM notice of meeting, including an indicative Consolidation timetable and a record date for the Loyalty Options, will be dispatched to shareholders shortly.

For further information please contact:

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