



\$12.5 MILLION INSTITUTIONAL PLACEMENT

KEY HIGHLIGHTS

- **Lucapa raises \$12.5 million with cornerstone investment from Tribeca Investment Partners**
- **Following a significant and rapid increase in diamond prices in 2021 and 2022, proceeds to expedite exciting exploration programs:**
 - Lulo, Angola - Exploring for the primary source of the large and high-value alluvial diamonds from the vast kimberlite province on the Lulo concession, with **stand-alone kimberlite bulk sampling plant and equipment fully operational in Q2 2022 to process bulk samples**
 - Brooking, Australia - **Upcoming drilling program and additional geophysical surveys targeting the primary source lamproites** for the diamonds recovered (three new high-interest targets) on the Brooking tenements
 - Merlin, Australia - Further the **feasibility study results to be released in Q3 2022 and kimberlite exploration program to target new discoveries** across two tenements.
- **Lucapa exploring strategic collaboration with Tribeca and Margot McKinney OAM, one of Australia's finest jewellers, as Lucapa furthers strategy to capture significant margin at retail**

Lucapa Diamond Company Limited (ASX: **LOM**) ("Lucapa" or "the Company") is pleased to announce it has received firm commitments from institutional and sophisticated investors to subscribe for 166,666,668 fully paid new ordinary shares in the Company at an issue price of \$0.075 per share to raise \$12.5 million before costs ("the Placement").

The Placement was cornerstoned by Sydney and Singapore based investment fund, Tribeca Investment Partners ("Tribeca") and included Lucapa's existing substantial shareholders. The Company also welcomed new institutional investors to the register.

Tribeca has been increasing its exposure to the rarest and most unique assets in the diamond industry through the Kimberley Syndicate, a venture with one of Australia's finest jewellers, Margot McKinney OAM. In recent years, this has included a significant investment in Argyle fancy-coloured diamonds (right).

Tribeca's Head of Global Natural Resources, Mr Ben Cleary, commented: "Lucapa has an incredibly strong and proud track record, and we believe Lucapa, Tribeca and the Kimberley Syndicate together will unlock the full value of the Merlin mine all the way to the retail store as we believe Merlin has the potential to become Australia's finest producer of diamonds."

Managing Director Stephen Wetherall commented: "We are delighted our vision and track record to become the pre-imminent mid-tier global diamond company has attracted Tribeca to Lucapa. Our recent and collaborative interaction has identified several opportunities, including venturing with the Kimberley Syndicate to develop a unique provenance offering as Lucapa continues its strategy of moving downstream to capture significant retail margins. We look forward to furthering this opportunity under a memorandum of understanding."

"This \$12.5 million Placement, together with the \$14 million loan repayment to be received from SML, allows us to settle interest bearing debt ahead of plan, thereby improving profitability and strengthening the balance sheet. This puts Lucapa in a solid financial position where we can realise near-term value catalysts quickly by speeding up the Lulo kimberlite exploration with the dedicated bulk sampling plant, complete the drilling program at the Brooking Project and accelerate revenue and margin growth initiatives."

"Importantly, the Placement has added an investor with similar downstream ambitions with regards to Merlin diamonds and has significant funding capability."

KIMBERLEY SYNDICATE



2.2 CT
ARGYLE THEA
FANCY VIVID
PURPLISH PINK



2.0 CT
ARGYLE CHERRY
FANCY VIVID
PINK

The issue price represents a discount of approximately 4% to the volume weighted average price ("VWAP") of Lucapa shares during the previous 5-day trading period. The Company intends to issue the new fully paid ordinary shares under the Company's existing ASX Listing Rule 7.1 capacity. The shares to be issued to a company associated with non-Executive director and substantial shareholder, Ross Stanley, who subscribed for 13,333,333 shares in the Placement, are subject to shareholder approval at a general meeting to be convened.

Ashanti Capital Pty Ltd is acting as lead manager to the Placement ("Lead Manager") and Foster Stockbroking Pty Ltd is acting as co-manager to the Placement.

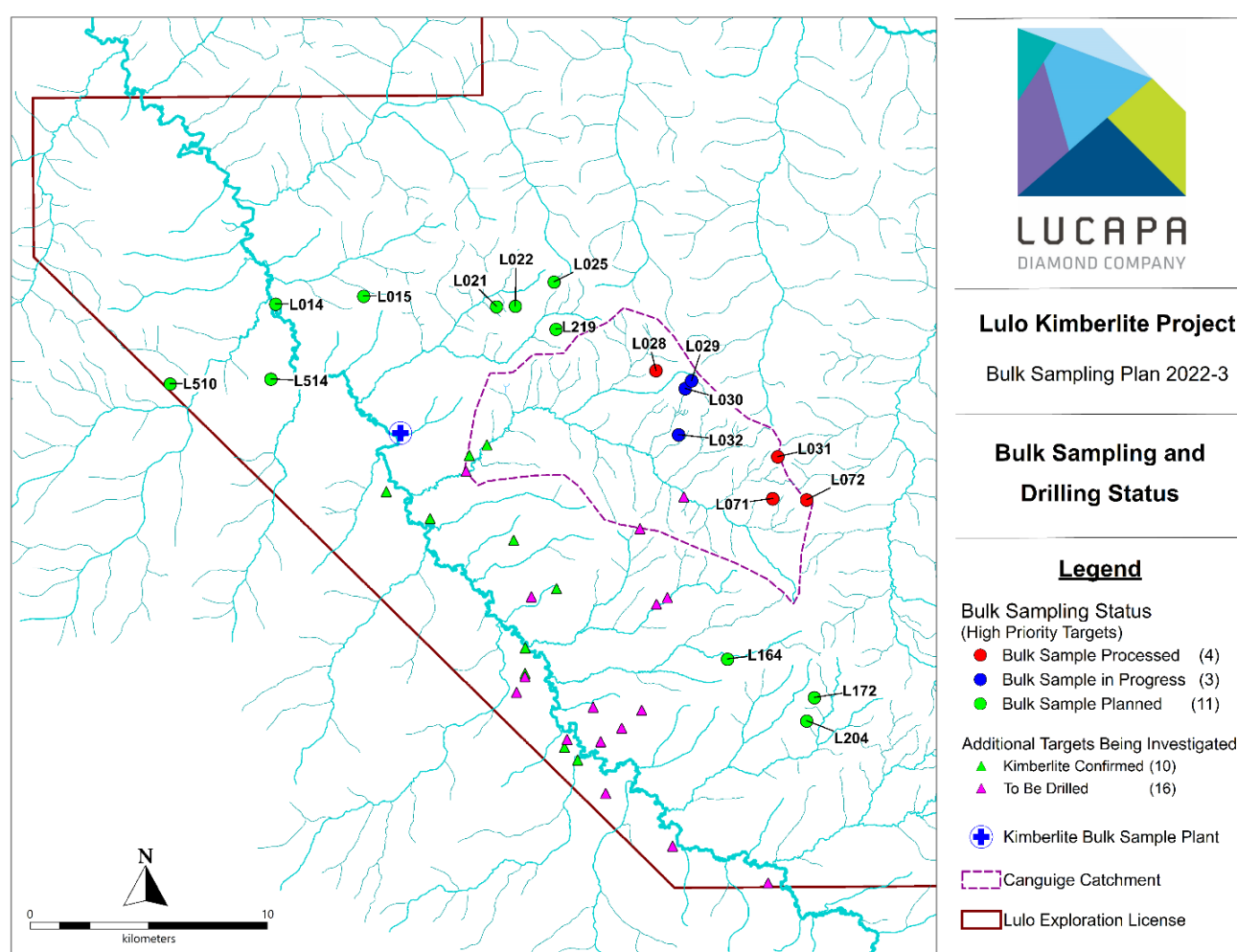
Use of Proceeds

The proceeds from the Placement are to be used as follows:

	A\$ million
Advancing Lulo Kimberlite Exploration, Angola	7.5
Advancing Merlin and Brooking Projects, Australia	3.0
General working capital and capital raising fees	2.0
Total	12.5

Lulo JV

The Company's most advanced and one of the diamond industry's most exciting primary source exploration programs, is the Lulo Joint Venture in Angola ("Lulo JV"). Lucapa, together with its partners, Endiama and Rosa & Petalas, are exploring for the primary source of the large and high-value alluvial diamonds that are being recovered over the top of this vast kimberlite province on the Lulo concession.



Map 1: Locations of the priority kimberlites selected for bulk sampling, additional planned kimberlite discovery drilling, the Canguige Catchment and the new stand-alone kimberlite bulk sampling plant

The Lulo JV, from more than 100 kimberlites it has discovered, identified 18 kimberlites for priority bulk sampling and commenced processing these bulk samples through the alluvial treatment plant. Sampling to date has delivered positive results with very significant recoveries of rare Type IIa diamonds (refer ASX announcement on 8 November 2021).

In order to ensure (i) no reliance on the alluvial plant for capacity, (ii) continuous and unhindered kimberlite processing capability and (iii) effective diamond liberation from the hard oversize material (via crushing circuits), in 2021 Lucapa ordered a stand-alone kimberlite bulk sampling plant (“KBSP”) for the Lulo JV (and a separate crushing module). This KBSP is in the process of being constructed on-site and is scheduled to be fully operational in Q2 2022 as the wet season ends. In addition, Lucapa ordered dedicated kimberlite earthmoving fleet which has also arrived on site.

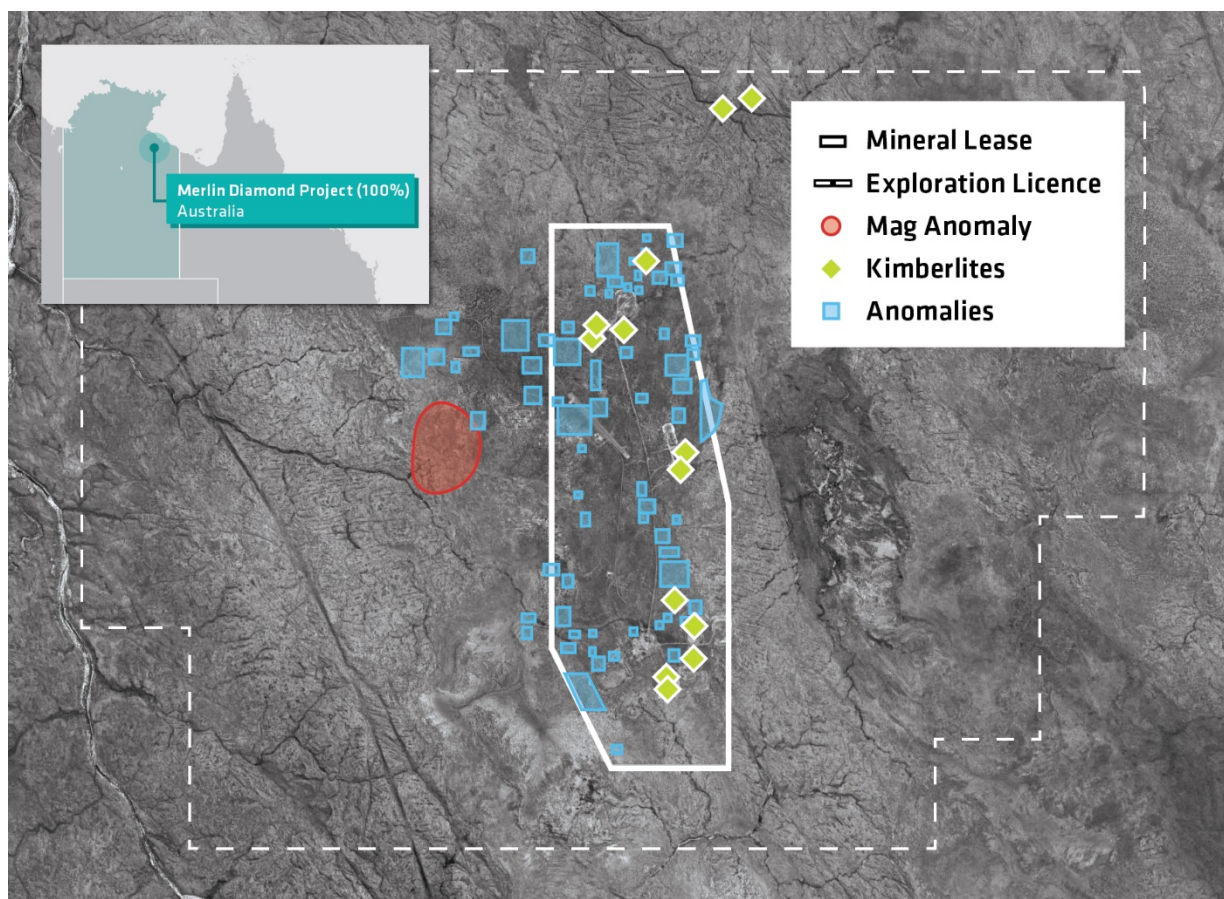
This exploration program is at an exciting and critical stage, and as such a significant portion of the funds from the Placement are being allocated to the Lulo JV to ensure swift processing of the remaining priority bulk samples and additional kimberlite targets and the turnaround of results.

Merlin

Lucapa completed the strategic and transformative acquisition of Merlin Diamond Project (“Merlin”), an historic Australian mine containing a 4.4 million carat JORC (2012) compliant Mineral Resource with significant exploration upside or blue-sky potential, through its wholly owned subsidiary, Australian Natural Diamonds Pty Ltd (refer ASX announcement on 13 December 2021).

Merlin is highly complementary to Lucapa’s existing asset portfolio and provides Lucapa with the opportunity to develop its third producing mine and build what Lucapa expects will be the largest commercial diamond mine in Australia, elevating Lucapa to a mid-tier diamond producer.

Following a significant and rapid increase in diamond prices in late 2021 and early 2022, the Company published an updated Merlin Scoping Study (refer ASX announcement on 3 March 2022) re-enforcing the significant economic potential for a long-life mine at Merlin with a production target of 2.1 million carats.

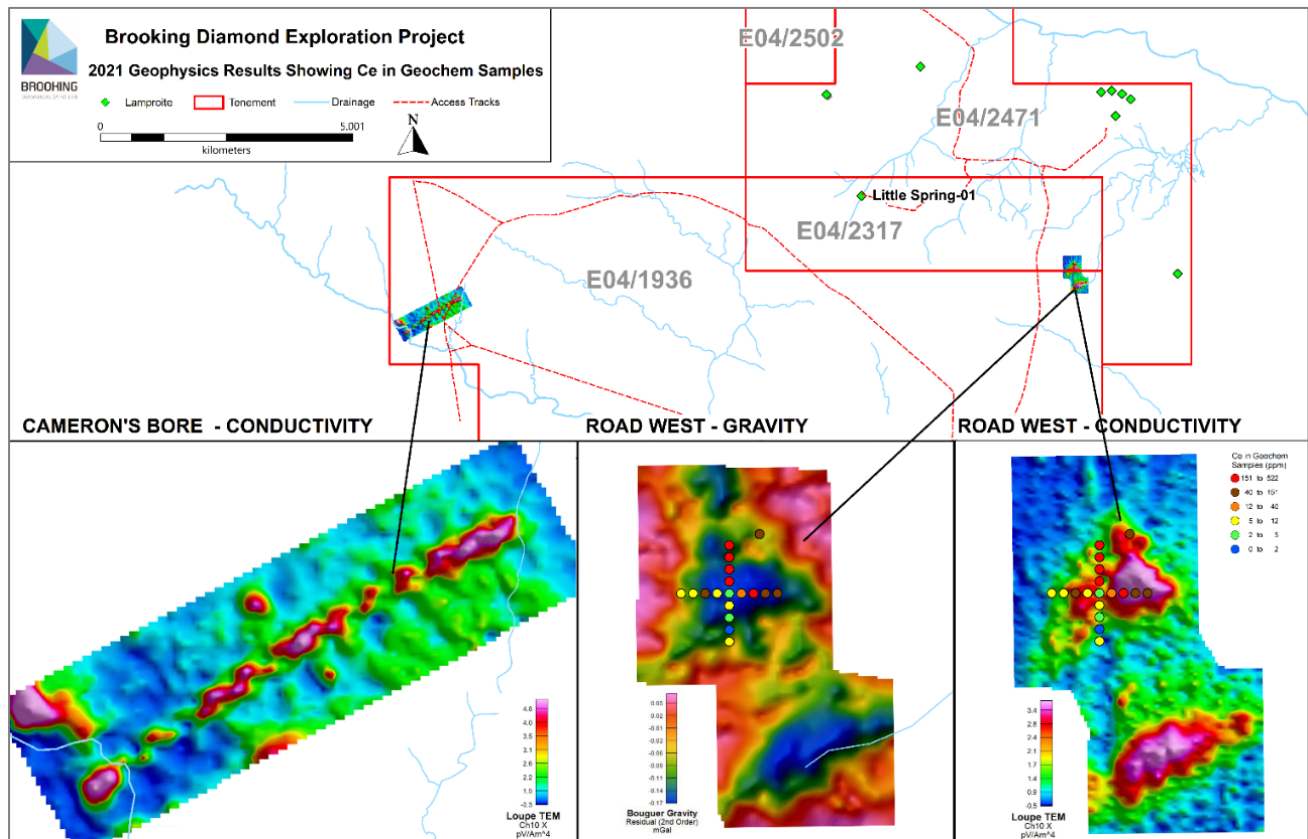


Map 2: Merlin Diamond Project in the Northern Territory

Lucapa is furthering a feasibility study, the results of which, are planned to be released in Q3 2022. A portion of the funds from the Placement will be used to deliver the feasibility study and scope the Company's kimberlite exploration program to target new discoveries on the two tenements.

Brooking

The Company recommenced the activities at the Brooking Project (Lucapa 80%) in Western Australia's West Kimberley lamproite province in 2021, with three new high-interest targets identified for follow-up drilling and pitting (refer ASX announcement on 19 November 2021).



Map 3: The linear high-interest target at Cameron's Bore (left) and the two high-interest targets at Road West (right)

Lucapa will use a portion of the funds raised in the Placement to commence the drilling program and additional geophysical surveys with the intention of identifying the primary source lamproites for the diamonds recovered on the Brooking tenements.

Authorised by the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

For further information, please contact:

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ABOUT TRIBECA AND THE KIMBERLEY SYNDICATE

Tribeca is a Sydney and Singapore based fund manager with over 25 years of heritage. Tribeca manages client capital for some of the largest fiduciaries globally and invest their capital across a number of strategies including equities, credit and commodities. Tribeca is a trusted partner in the global natural resources sector having provided over \$10 billion of equity and credit investment over the past 10 years and as a joint venturer in The Kimberley Syndicate, the firm has been increasing its exposure to the rarest and most unique assets in the diamond industry.

Margot McKinney hails from a long family tradition of luxury retail as the fourth-generation leader of a uniquely Australian family business dating back to 1884 and was recently awarded the Order of Australia medal for her services to Australian jewellery design and philanthropic endeavours. Margot's jewellery is inspired by the vibrant, exotic textures and colours that are so abundant in the Australian landscape and is the jewel in the crown of prestigious luxury retailers such as Neiman Marcus across the United States and Bergdorf Goodman in New York City. As part of the Kimberley Syndicate Margot is curating the finest collection of Australian diamonds ever to be assembled.

ABOUT LUCAPA

Lucapa Diamond Company Limited is an ASX listed diamond miner and explorer with assets in Africa and Australia. It has interests in two producing diamond mines in Angola (Lulo) and Lesotho (Mothae). The large, high-value diamonds produced from these two niche African diamond mines attract some of the highest prices per carat for rough diamonds globally.

The Lulo mine has been in commercial production since 2015, while the Mothae mine commenced commercial production in 2019.

Lucapa has recently acquired the Merlin Diamond Project in the Northern Territory of Australia. It consists of a 24km² mineral lease and a 283km² exploration licence encompassing the mineral lease. The mineral lease contains 11 previously discovered kimberlite pipes in three kimberlite clusters with a 4.4 million carat JORC 2012 compliant resource. There are two known diamondiferous kimberlites on the exploration licence.

Lucapa and its project partners are also exploring for potential primary source kimberlites or lamproites at the prolific Lulo concession in Angola, the Brooking project in Australia and the Orapa Area F project in Botswana.

The Board, management and key stakeholders in Lucapa have deep global diamond industry experience and networks all through the value chain from exploration to retail.

Competent Person's Statement

Information included in this announcement that relates to exploration results and resource estimates is based on and fairly represents information and supporting documentation prepared and compiled by Richard Price MAusIMM who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Price is an employee of Lucapa Diamond Company Limited. Mr Price 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 Price 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 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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