



LUCAPA COMPLETES THIRD DIAMOND SALE

- *Latest sale brings to A\$6.8 million the gross proceeds from the sale of Lulo diamonds to date*
- *Next sale scheduled for May 2015 as Lucapa continues to generate sustainable cash flows through more regular sales of Lulo diamonds*
- *May 2015 sale expected to include 63.05 carat Type Ila diamond recovered this month which has now been confirmed as D-colour*

Lucapa Diamond Company Limited (ASX: LOM) (“Lucapa” or the “Company”) is pleased to announce the sale of a third parcel of diamonds from the Lulo Diamond Concession in Angola for gross proceeds of A\$790,000.

The parcel comprised 1,450.16 carats which achieved an average sale price of A\$544/carat (US\$420/carat). As per previous sales, the sale of the third parcel of Lulo diamonds was conducted by the Angolan Government diamond marketing agency SODIAM, in the Angolan capital of Luanda.

The latest sale brings to A\$6.8 million the gross proceeds generated from the sale of three parcels of Lulo alluvial diamonds weighing a total of 2,317.71 carats.

Unlike the first two parcels, the third parcel of Lulo diamonds did not comprise many large premium-value special diamonds.

As per the announcement of 10 March 2015, the large special Lulo diamonds have achieved sale prices well in excess of US\$20,000/carat. The remainder of the diamond production averages approximately US\$400/carat, which is well above the global average sales price of ~US\$120/carat and further highlights the uniqueness of the Lulo diamond field.

The 1,450.16 carat parcel sold included mining production up until the end of January 2015.

The next parcel of >1,000 carats of Lulo diamonds to be sold will likely include production from February and March 2015 (See ASX announcement 8 April 2015) and most of April 2015 production.

Lucapa will propose to the Lulo Board to hold this fourth diamond sale in May 2015. In line with previous guidance, Lucapa and its partners will hold diamond sales on a more regular basis, generating ongoing cash flows, as alluvial mining operations are scaled up at Lulo.

This fourth parcel of Lulo diamonds is also expected to include the 63.05 carat Type Ila diamond recovered in April 2015 (See ASX announcement 16 April 2015). This large exceptional diamond has now been acid washed and confirmed as a D-colour diamond by the Yehuda colorimeter (See acid washed pictures on page 2).

Lucapa Chief Executive Stephen Wetherall commented: *“The confirmation we have now received that the 63 carat Type Ila diamond is in fact D-colour means we have now recovered five large exceptional white diamonds from our combined bulk sampling and production programs from less than 35,000 bulk cubic metres processed.”*

LUCAPA COMPLETES THIRD DIAMOND SALE

“This 63 carat diamond recovery north of the treatment plant would indicate that the large exceptional diamonds are not localised and increases our confidence that these diamonds will continue to be recovered throughout the mining lease”.



The 63.05 carat Type IIa diamond after acid washing. This diamond has now been confirmed as D-colour

For further information, please contact:

MILES KENNEDY
CHAIRMAN

Tel +61 8 9489 9200

STEPHEN WETHERALL
CHIEF EXECUTIVE OFFICER

Tel +61 8 9489 9200

ABOUT LUCAPA DIAMOND COMPANY LIMITED

Lucapa Diamond Company Limited (ASX: LOM) is miner of world-class diamonds. Lucapa is the operator of the 3,000km² Lulo Diamond Concession in Angola's Lunda Norte diamond heartland. Lulo is located within 150km of Catoca, the world's fourth biggest kimberlite diamond mine, and on the same favourable geological trend (Lucapa Graben).

Lucapa has been undertaking diamond bulk sampling activities continuously at Lulo since 2008, during which time the Company has proven up two major kimberlite provinces and extensive areas of diamond-rich alluvial gravels along the Caculo River.

In November 2014, Lucapa and its partners signed a 35 year mining licence agreement to mine the alluvial diamonds at Lulo within a 218km² area which includes more than 50km of the Caculo River, its valley and terraces. Alluvial diamond mining commenced in January 2015.

Lucapa and its partners have also identified 296 kimberlite targets at Lulo, which include 96 proven and probable kimberlites. The Company is stepping up its efforts to locate the kimberlite sources of the exceptional alluvial diamonds at Lulo. Already, four kimberlites at Lulo have been confirmed as diamond-bearing pipes.

Lucapa's board and management team has extensive diamond mining experience with companies including De Beers, Rio Tinto and Gem Diamonds.

Lucapa operates Lulo in partnership with Endiama, the Angolan Government's diamond concessionary, and private group Rosas & Petalas.

ABOUT ANGOLA

Angola is the world's fourth biggest producer of diamonds by value and is actively seeking foreign investment in its diamond industry. Angola is forecasting annual diamond production of 10 million carats in 2014.

Angola introduced a new Mining Code in 2012.

Angola's potential for new diamond discoveries has been recognised by the world's two biggest diamond mining companies, Alrosa and De Beers. Alrosa operates the giant Catoca mine (annual production ~6.5 million carats), which is the world's fourth biggest kimberlite mine, while De Beers has announced plans to secure exploration concessions in Angola.

Angola will chair the Kimberley Process Certification Scheme for 2015.

Competent Person's Statement

Information included in this announcement that relates to previously released exploration data disclosed under the JORC Code 2004 has been updated to comply with the JORC Code 2012. The information has not materially changed since it was last reported and is based on and fairly represents information and supporting documentation prepared and compiled by Albert Thamm MSc F.Aus.IMM (CP), who is a Corporate Member of the Australasian Institute of Mining and Metallurgy. Mr Thamm is a Director of Lucapa Diamond Company Limited. Mr Thamm 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 Thamm consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

Forward-Looking Statements

This announcement has been prepared by Lucapa Diamond Company Limited. This document contains background information about Lucapa Diamond Company Limited 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. This announcement is for information purposes only. Neither this document nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction.

This announcement may not be distributed in any jurisdiction except in accordance with the legal requirements applicable in such jurisdiction. Recipients should inform themselves of the restrictions that apply in their own jurisdiction. A failure to do so may result in a violation of securities laws in such jurisdiction. This document does not constitute investment advice and has been prepared without taking into account the recipient's investment objectives, financial circumstances or particular needs and the opinions and recommendations in this representation are not intended to represent recommendations of particular investments to particular persons. Recipients should seek professional advice when deciding if an investment is appropriate. All securities transactions involve risks, which include (among others) the risk of adverse or unanticipated market, financial or political developments.

No responsibility for any errors or omissions from this document arising out of negligence or otherwise is accepted. This document does include forward-looking statements. Forward-looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside the control of Lucapa Diamond Company Limited. Actual values, results, outcomes or events may be materially different to those expressed or implied in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements.

Any forward-looking statements in this announcement speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and ASX Listing Rules, Lucapa Diamond Company Limited does not undertake any obligation to update or revise any information or any of the forward-looking statements in this document or any changes in events, conditions or circumstances on which any such forward-looking statement is based.