



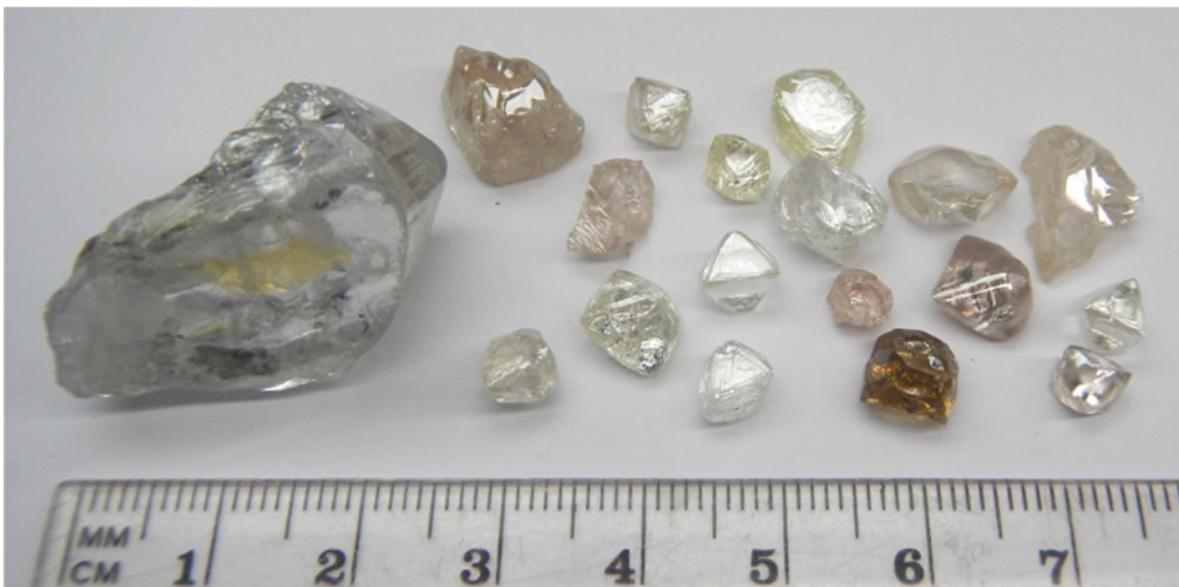
LULO DIAMONDS SELL FOR A\$2,360 PER CARAT

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) is pleased to announce the sale of a ninth parcel of alluvial diamonds from the Lulo Diamond Project in Angola.

The parcel of 178 carats generated gross revenues of A\$420,000 representing an average selling price of A\$2,360 per carat for a “run of mine” Lulo alluvial diamonds.

While the latest sale parcel weight was the smallest sold to date due to the reported plant downtime, the conclusion of the sale is in line with Lucapa’s strategy of generating regular and increasing cash flows, as detailed in the ASX announcement of 18 January 2016.

Lucapa notes that the premium average selling price achieved in the latest sale is consistent with recent commentary of positive sentiment in the market for large quality diamonds like those being recovered at Lulo.



Selection of Lulo diamonds from the ninth sale parcel which averaged A\$2,360 per carat

The latest diamond sale included the 66.4 carat Lulo diamond referred to in the ASX announcement of 18 December 2015 but did not include any of the diamonds being recovered from the new Mining Block 6 area, including the 133.4 carat, 29.2 carat, 12.4 carat and 11.1 carat specials referred to in the ASX announcement of 22 January 2016.

The latest sale brings to A\$19.2 million (US\$15.3 million in US\$ invoiced sales) the gross sales revenues generated from the sale of 10,372 carats of Lulo diamonds, representing an average sale overall price of A\$1,855 per carat.

The next sale of Lulo diamonds is scheduled for February 2016.



The complete ninth parcel of Lulo diamonds which averaged A\$2,360 per carat.

For and behalf of the Board.

STEPHEN WETHERALL
CHIEF EXECUTIVE OFFICER

ABOUT LUCAPA

Lucapa Diamond Company Limited operates the Lulo Diamond Project in Angola's Lunda Norte diamond heartland. The 3,000km² Lulo Diamond Concession is located within 150km of Catoca, the world's fourth biggest kimberlite diamond mine, and on the same favourable geological trend (Lucapa Graben).

Lucapa and its partners commenced alluvial diamond mining operations at Lulo in January 2015. To date, the >10,000 carats of Lulo alluvial diamonds sold have achieved exceptional average selling prices of A\$1,855 per carat.

Lulo also hosts 296 kimberlite targets in two separate provinces, of which 97 have already been classified as proven and probable kimberlites and five 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.

Lucapa is dual listed on the Australian Securities Exchange and the Frankfurt Stock Exchange.

Competent Person's Statement

Information included in this announcement that relates to previously released exploration data disclosed under 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 FAusIMM (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

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