



MOTHAE FINANCING UPDATE

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”) is pleased to announce that, further to the ASX announcement of 9 October 2017, the Company has finalised all terms for the US\$15 million financing facility with Equigold Pte Ltd and executed the legal agreements.

Lucapa is scheduled to draw down US\$10 million of the Equigold facility this month as the Company remains on track to deliver the updated Phase 1 development plan for the high-value Mothae kimberlite project in Lesotho, southern Africa. The updated Mothae Phase 1 development plan is set out in the ASX announcements of 23 October 2017.

Lucapa has also repaid the A\$5.5 million (US\$4.3 million) bridging facility to First Class Securities from the Company’s available cash reserves (Refer ASX announcements 16 October 2017 and 26 May 2017).

As previously advised, the Lucapa Board had been considering a dual listing on London’s AIM market as part of the Mothae development plan. With the US\$15 million loan funding for the Phase 1 development secured, the Lucapa Board has decided not to pursue the AIM admission.

For and on behalf of the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

ABOUT LUCAPA

Lucapa Diamond Company Limited is a growing diamond company with a portfolio of high-quality production, development and exploration assets in Angola, Lesotho, Botswana and Australia. The Company's focus on high-value production is designed to protect cash flows as pricing in this sector of the diamond market remains robust.

Lucapa's flagship asset is the Lulo Diamond Project in Angola, which produced the highest \$ per carat price of any run of mine diamond production in the world in 2016 and continues to produce some of the largest diamonds on record from that region. Lucapa and its Lulo partners are also well-advanced in their search for the primary sources of these large and premium-value alluvial diamonds, with three rigs now available to drill priority kimberlite targets.

In keeping with the Company's growth strategy, Lucapa has secured a 70% interest in the advanced, high-quality Mothae kimberlite project in Lesotho, which is located in the heart of the world's highest-value cluster of kimberlite mines. Lucapa plans to commence production at Mothae in H2 2018.

Lucapa has also defined drilling targets at two earlier-stage diamond projects – Brooking in the West Kimberley lamproite province in Western Australia and Orapa Area F in Botswana's Orapa diamond field.

Lucapa's Board and management team have extensive diamond industry experience with companies including De Beers, Rio Tinto and Gem Diamonds. The Company was included in the ASX All Ordinaries Index in March 2017.

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. 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.

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