



Lucara Diamond Corp.

This Dividend Policy is in force pursuant to a resolution adopted by the Board of Directors of Lucara Diamond Corp. on February 20, 2014 and amended pursuant to a resolution adopted on December 2, 2015.

Lucara Diamond Corp. (the “Corporation”) believes that the declaration of a dividend represents an effective use of the Corporation’s financial resources and is in the best interest of the Corporation and its common shareholders. Accordingly, the policy of the Corporation shall be to distribute to its common shareholders a quarterly dividend. The Corporation shall aim to maintain a progressive dividend with the intention of maintaining or increasing the total Canadian dollar value of dividends per share paid each year.

The declaration of dividends by the board of directors pursuant to this policy shall be subject to:

- i) The receipt of the board of directors of a certificate from the chief executive officer and the chief financial officer of the Corporation as to the financial condition of the Corporation;
- ii) The board of directors satisfying itself that the Corporation does not have reasonable grounds to conclude that (a) the Corporation is insolvent or (b) the payment of the dividend would render the Corporation insolvent;*
- iii) The banking and funding obligations and capital requirements of the Corporation from time to time;
- iv) The board of directors determining that the dividend is in the best interest of the Corporation and its shareholders.

The Corporation’s dividend policy may be amended or terminated at any time at the discretion of the board of directors of the Corporation.

**“Insolvent” under the BCBCA means “unable to pay the company’s debts as they become due in the ordinary course of its business.” Directors are personally liable for any dividend paid while the Corporation is insolvent or which causes the Corporation to become insolvent.*