



LATIN RESOURCES LIMITED
ACN: 131 405 144

Unit 3, 32 Harrogate Street, West
Leederville, Western Australia 6008
P 08 6181 9798
F 08 9380 9666
E info@latinresources.com.au

8 May 2015

PRE AIM LISTING FUNDING

Latin Resources Limited (**ASX:LRS**) ("**Latin Resources or the Company**") is pleased to advise that it has entered into a pre AIM listing funding arrangement for US\$300,000 ("Funding") with Magna Equities 11, LLC ("Magna"), a New York based investment firm. The Funding was facilitated by Vicarage Capital of London.

The Funding comprises a US\$300,000 Unsecured Convertible Promissory Note and Subscription Deed with a five month maturity and an interest rate of 12% per annum.

The funds pursuant to the Funding have been made available to the Company and will primarily be used to fund the recently announced AIM listing and for working capital purposes.

The Company can elect to repay the Convertible Loan at any time during the term in cash at a 20% premium.

The Convertible Loan can be also be converted into AIM Depository Interests at any time during the term, subject to certain conditions, at a 20% discount to the price at which the Depository Interests are admitted to trading in the Company's foreshadowed AIM listing.

As part of the Funding Agreement, Magna will receive a deferred establishment fee of 5% of the principal borrowed which is capitalized upon receipt of the funds, 1,834,983 commitment shares at a deemed issue price of \$0.083 per share and 11,468,643 commitment options in the Company. The options are exercisable at \$0.0166 on or before 24 months from the date of issue and are subject to shareholder approval.

An Appendix 3B and Cleansing notice in relation to the commitment shares follows this announcement.

About Latin Resources

Latin Resources Limited is a mineral exploration company focused on creating shareholder wealth through the identification and definition of mineral resources in Latin America, with a specific focus on Peru. The company has a portfolio of projects in Peru and is actively progressing its two main project areas: Ilo (Copper Projects) and Guadalupito (Andalusite and Iron sands projects).

About Magna

Magna is a New York based investment firm that invests directly into a variety of small cap and lower middle market public companies. Magna's investments are custom designed to suit the financial

situation, business objectives and growth goals of companies making it one of the most active investors in this market segment.

For further information please contact:

Chris Gale
Managing Director
Latin Resources Limited
+61 8 6181 9798

David Tasker
Professional Public Relations
Perth
+61 8 9388 0944