



20 December 2010

The Company Announcements Platform

ASX Limited

By E-Lodgement

RETRACTION AND CLARIFICATION OF CERTAIN STATEMENTS CONTAINED IN THE COMPANY'S 16 SEPTEMBER 2010 ANNOUNCEMENT

Following lodgement of Laguna Resources NL's ("**Company**") Target's Statement, the Company's attention has been drawn to a need to retract and clarify certain statements contained in its announcement dated 16 September 2010 entitled "JORC Resource Update" ("**16 September Announcement**").

Retraction

The Company retracts the base case production scenario as there is no reasonable basis under the JORC Code to present a production target at this stage of the Company's exploration of the Arquerous Gold and Silver deposit in Northern Chile. Accordingly, the Company retracts the following statement from page 1 of the 16 September Announcement:

““Base Case” production at 100,000 gold equivalent ounces per year from two million tonnes of ore mined by open cut and processed by traditional cyanide leaching.”

Clarification

Further information in relation to the reference to Kinross Gold Corporation's (**Kinross**) 2009 production is set out in Kinross' Annual Report which can be downloaded from the website of Kinross Gold Corporation.

Nicholas Lindsay

Managing Director