



ABN 43 059 457 279

24 November 2011

CHAIRMAN'S ADDRESS

On behalf of the Board of Latin Gold Limited ("Latin Gold" or "Company") I thank you for attending this Annual General Meeting, which is the eleventh since your Company was established in 2001.

The Board of Latin Gold appreciates the support of the shareholders during what can only be described as a disappointing year. The 2011 year started with great promise with the sale of the Paron Gold Project ("Paron") and the subsequent enthusiasm for the Company to re-invent itself with new projects. The majority of the year, however, was unfortunately spent in negotiation and re-negotiation to reach a final sales agreement for Paron so as to avoid protracted legal action from both sides.

Shareholders will be aware that the dispute with the purchaser of Paron – Coronet Metals Inc, is now settled and Latin Gold has approximately \$3.5 million in working capital, shares in Coronet currently valued at around \$1.5 million and a potential annuity stream from the development of Paron worth around \$7 million.

This means that Latin Gold now has the financial base from which to actively source new projects for the benefit of shareholders.

In terms of new projects you will be aware that your Company is actively exploring the Narracoota project located north of Meekatharra in Western Australia and as recent ASX releases show, early exploration results are very promising.

Based on these results, that project has exciting gold and nickel potential and an active exploration programme is consequently planned for 2012.

In conjunction with the planned exploration of Narracoota, we commenced in mid-year the search for more advanced resource projects and as a result are reviewing probably at least 3-4 projects each month. Our preference is for gold or base metal projects such as copper and nickel, but all opportunities are being reviewed to evaluate if they meet our acquisition criteria.

The current weakness in the equity markets and resource commodities could provide advantages to this search which is being undertaken as pro-actively as possible.

I would like to acknowledge the efforts of our founding Chairman – Peter McAleer who retired this year after 10 years in the chair. I also acknowledge the efforts of Mike Higginson and Jim Malone as my fellow directors.

With Mike and Jim, we will continue to work diligently for your Company and I personally look forward to a much more promising 2012.

Howard Dawson
Chairman