



ABN 43 059 457 279

**5 July 2011**

**PROPOSED SHARE PLACEMENT AND CHANGES TO THE BOARD**

Latin Gold Limited ("**Latin Gold**" or "**Company**") is pleased to advise that it will seek shareholder approval to make a placement of 100,000,000 fully paid ordinary shares at a price of \$0.022 per share, together with a 1 for 2 free attaching option (each exercisable at \$0.04 on or before 30 June 2015), to raise \$2,200,000.

The proposed capital raising will be undertaken to increase working capital to levels where the Company will be better able to pursue additional opportunities in the resources sector to complement the Company's existing assets.

The largest participant in the proposed placement will be Arredo Pty Ltd, a company associated with Mr Ian Middlemas.

It is expected that the meeting to seek shareholder approval for the placement will be held in mid to late August.

**Board Changes**

Mr Peter McAleer, the Company's Chairman since the listing of the Company in 2000, has advised the Board of his retirement as Chairman and Director. This retirement was effective from the close of business on 4 July 2011.

As a result of Mr McAleer's retirement from the Board, Latin Gold has appointed Mr Ian Middlemas as a Non-Executive Director and Chairman of the Company and Mr Mark Pearce as a Non-Executive Director, with effect from today.

Mr Middlemas is a Chartered Accountant and has been in commerce for over twenty years holding senior executive positions and directorships in a number of public companies. He was a Senior Group Executive with Normandy Group for approximately ten years. Mr Middlemas has considerable corporate, financial and management expertise and is a Member of the Financial Services Institute of Australasia.

The Board will continue to focus on creating value from the Company's existing resource assets, as well as pursuing new opportunities in the resources sector, both domestic and overseas.

Yours faithfully

Michael Higginson  
Company Secretary

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