

LACHLAN STAR ANNOUNCES DRILL RESULTS FROM TORO DEPOSIT

Gold miner, Lachlan Star limited (“Lachlan” or the “Company”) (ASX: LSA) is pleased to announce further drill results from the Toro Deposit at its 100% owned CMD Gold Mine in Chile.

Highlights from the drill program include:

- 23 m grading 6.05 g/t Au from 75m downhole in DDH 2011-72
- 3 m grading 1.77 g/t Au from 35m downhole in DDH 2011-72
- 1 m grading 25.91 g/t Au from 23 m downhole in RCH-2011-115
- 40m grading 0.71 g/t Au from 109 m downhole in RCH 2011-134
- 27 m grading 0.69 g/t Au from 173 m downhole in RCH-2011-114
- 40m grading 0.57 g/t Au from 33 m downhole in RCH 2011-137
- 9m grading 0.56 g/t Au from 77 m downhole in RCH 2011-124
- 11m grading 0.41 g/t Au from 87 m downhole in RCH 2011-134

Toro Deposit

The Toro Deposit is located around 2.5km to the south-west of the primary crusher and is being mined in three active pits. Figure 1 illustrates the location of the Toro, Socorro and Chisperos pits and the approximate position of the interpreted Manto horizons, which are shown in cross section in Figure 2.

Figure 1 – Location of Toro, Socorro and Chisperos Deposits

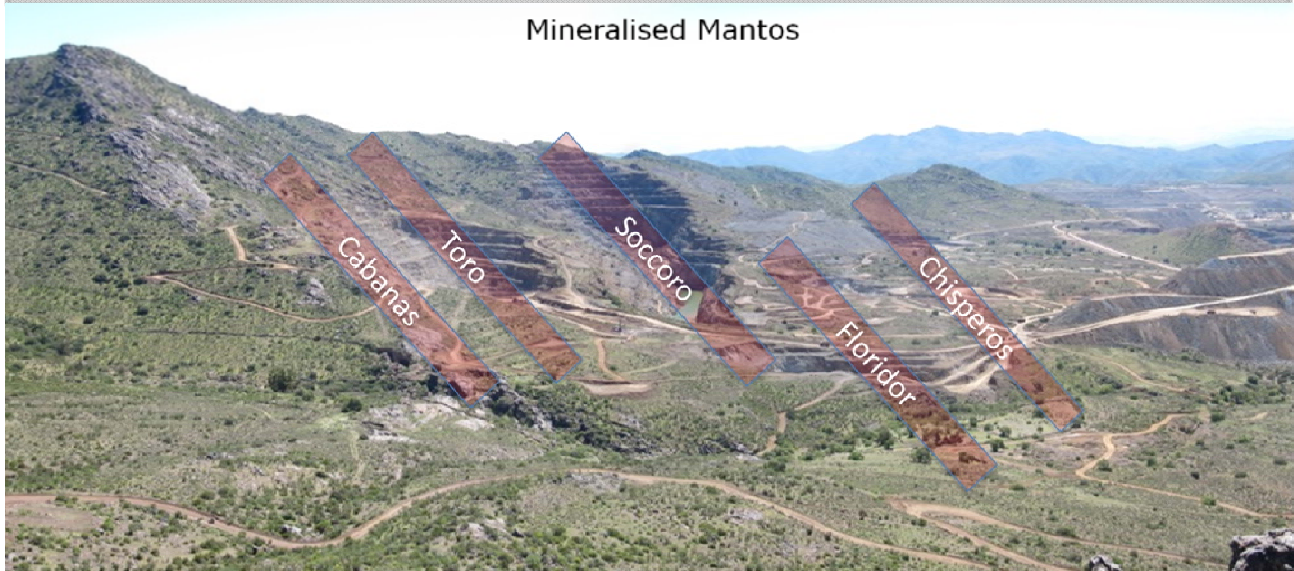
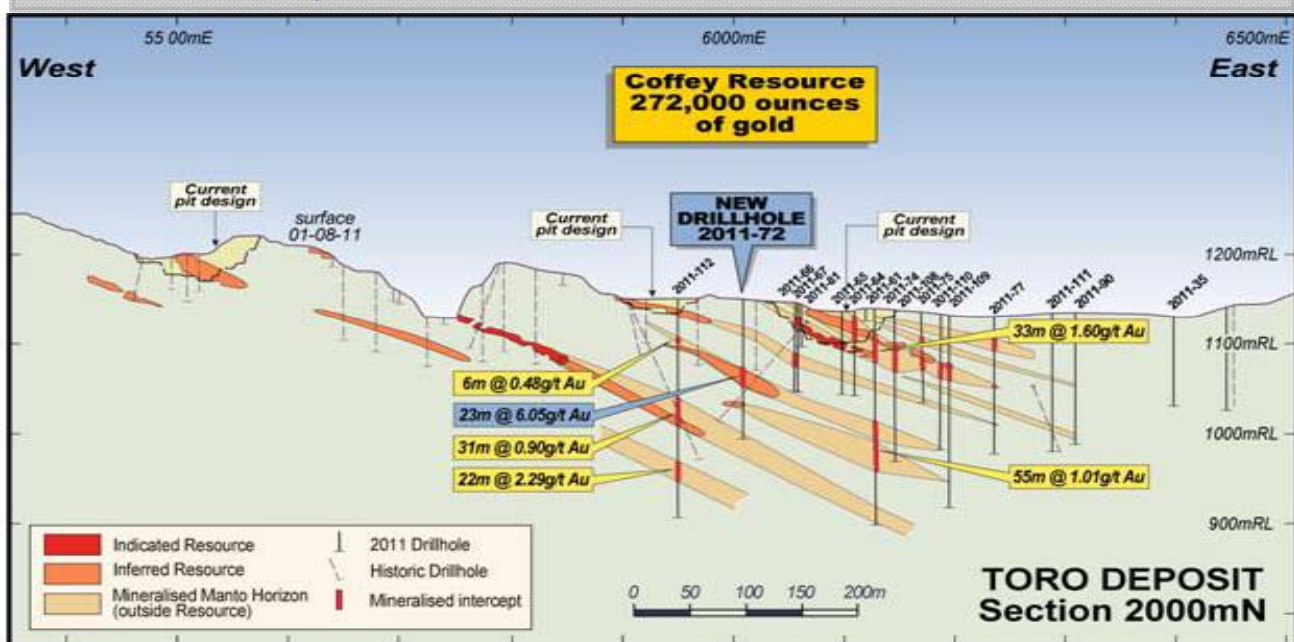


Figure 2 is a cross section at 2,000mN that illustrates the Coffey Indicated and Inferred Mineral Resource, the planned Toro pits and the new drilling that has increased the extent of the Manto mineralisation.

Figure 2 – Cross Section 2,000m N – Toro Deposit



As can be seen from Figure 2, the gold mineralisation in this area consists of multiple stacked zones of Manto mineralisation separated by defined zones of waste. The 23m grading 6.05 g/t Au from 75m in RCH 2011-72 confirms the location of the Coffey Inferred mineral resource, but with much higher grades than estimated in the mineral resource. This mineralisation is up-dip of the 55m grading 1.01 g/t Au previously reported from RCH 2011-74, which was located outside the Coffey mineral resource.

The thicker, lower grade results including 40m grading 0.71 g/t Au from 109 m downhole in RCH 2011-134 and 40m grading 0.57 g/t Au from 33 m downhole in RCH 2011-137 that are all outside the Coffey mineral resource.

The current drilling around the Toro deposit is aimed at extending the mineral resource, which total 272,000 ounces of gold (84,000 ounces Indicated, 188,000 ounces Inferred category), and upgrading the confidence level of the Inferred mineral resource. The current mine plan includes mining 35,000 ounces of gold from the Toro Deposit. Mine reconciliation of the ounces mined to date from this area continues to show a substantial increase in ounces compared to both the Probable Reserve and the Inferred mineral resources, with total ounces mined being up 60% on budget. This continues to have a positive impact on waste:ore ratios, which have been maintained around 3.5:1 compared to a budget of 5:1 for this current quarter.

The results of the current drill program clearly indicate the potential for the resource base to grow significantly from the current 272,000 ounces of gold.

Drilling is ongoing and with the closing of the recent placement to raise gross proceeds of \$15.1 million, a revised and accelerated exploration program is being prepared. The aim of the drill program in the Toro area is to define sufficient multiple stacked Manto zones to justify the mining of a large pit at a relatively low waste to ore ratio.

For and on behalf of the Board



Mick McMullen
Chairman

For further information please visit www.lachlanstar.com.au or contact

Mick McMullen

Chairman

Lachlan Star

Tel: +61(0)8 9481 0051

Email: mick.mcmullen@lachlanstar.com.au

James Harris

Client Manager

Professional Public Relations

Tel: +61(0)8 9388 0944

Email: james.harris@ppr.com.au

Table 1 – Toro Prospect Drill Results

Hole ID	Grid_N	Grid_E	Grid_Elev	Azimuth	Dip	From	To	Interval	g/t Au	
DDH-2011-72	1,979.6	6,009.2	1,149.9	155.6	-	89.7	35	38	3	1.77
							53	54	1	0.36
							75	98	23	6.05
RCH-2011-114	1,822.1	5,916.5	1,162.6	309.1	-	89.8	173	200	27	0.69
RCH-2011-115	2,120.3	6,040.7	1,146.4	116.6	-	89.9	23	24	1	25.91
							81	82	1	1.85
							89	90	1	1.61
RCH-2011-123	1,800.2	5,875.3	1,167.3	0.0	-	90.0	97	98	1	0.36
							107	109	2	0.52
							113	114	1	1.06
RCH-2011-124	1,780.0	5,846.4	1,169.2	68.2	-	89.9	77	86	9	0.56
							95	96	1	0.37
RCH-2011-134	1,880.1	6,033.0	1,146.0	315.0	-	89.8	7	11	4	0.64
							23	24	1	0.54
							66	67	1	0.47
							87	89	2	0.52
							97	99	2	0.61
							109	149	40	0.71
							169	170	1	0.39
RCH-2011-137	1,720.2	5,821.4	1,164.7	26.6	-	89.4	33	73	40	0.57
							92	93	1	0.46

About Lachlan Star Limited

Lachlan Star Limited is an emerging minerals exploration and development company headquartered in Perth, Western Australia. The Company is focused on acquiring and developing assets within the gold and copper sectors within Australia and Chile. The company has a board of directors and management team with an impressive track record of advancing resource projects through to production.

Lachlan Star's current projects include a 100% interest in the CMD Gold Mine in Chile, the Bushranger copper and gold project in New South Wales and the Princhester magnetite deposit in Queensland.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Michael McMullen, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr McMullen is employed by McMullen Geological Services Pty Ltd. Mr McMullen has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McMullen consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.