

Form 603

Corporations Act 2001
Section 671B

Notice of initial substantial holder

To: Company Name/Scheme

MORNING STAR GOLD NL.

ACN/ARSN

ABN 34 003 312 712

1. Details of substantial holder (1)

Name

YARANDI INVESTMENTS PTY LTD <GRIFFITH FAMILY NO. 2 A/C>

ACN/ARSN (if applicable)

ABN 1608 981 7686

The holder became a substantial holder on

23/1/09

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Fully Paid Ord	11,422,194	11,422,194	8.93%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
Yarandi Invs P/L <Griffith Family No. 2 A/C>	Beneficial	FPO 11,422,194

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
Yarandi Invs P/L <Griffith Family No. 2 A/C>	Yarandi Invs P/L Griffith Fam No 2 A/C	Yarandi Invs P/L Griffith Fam No 2 A/C	FPO 11,422,194

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)	Class and number of securities
Yarandi Investments Griffith Family No 2 A/C	Various see attached schedule	Cash 15¢ each	FPO 11,422,194

5. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

6. Addresses

The addresses of persons named in this form are as follows:

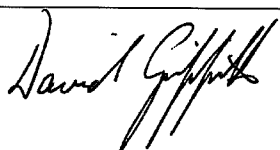
Name	Address
Yarandi Investments Pty Ltd <Griffith Family No2 A/C>	GPO BOX 3898, Sydney NSW 2001

Signature

print name **David Griffith**

capacity **Sole Director & Secretary**

sign here



date 15 / 04 / 2009

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 6 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (6) Include details of:
 - (a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (7) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.

Schedule to Form 603 – Notice of initial substantial holder

Yarandi Investments Pty Ltd <Griffith Family No. 2 A/C> - Morning Star Gold NL

Date	Transactions	Debit/Credit	Balance
1/22/2009	ALLOTMENT	+5,882,353	11,422,194
10/24/2008	CHESS DAILY MOVEMENT UP	+3,800	5,539,841
10/23/2008	CHESS DAILY MOVEMENT UP	+6,200	5,536,041
10/3/2008	CHESS DAILY MOVEMENT UP	+384	5,529,841
10/1/2008	CHESS DAILY MOVEMENT UP	+149,616	5,529,457
9/8/2008	CHESS DAILY MOVEMENT UP	+243,000	5,379,841
9/2/2008	CHESS DAILY MOVEMENT UP	+34,978	5,136,841
8/25/2008	CHESS DAILY MOVEMENT UP	+70,000	5,101,863
8/7/2008	CHESS DAILY MOVEMENT UP	+100,000	5,031,863
7/1/2008	SHARE PLACEMENT	+200,000	4,931,863
2/15/2008	ALLOTMENT	+1,333,333	4,731,863
4/30/2008	CHESS DAILY MOVEMENT UP	+8,530	3,398,530
3/25/2008	CHESS DAILY MOVEMENT UP	+88,000	3,390,000
3/20/2008	CHESS DAILY MOVEMENT UP	+12,000	3,302,000
2/11/2008	ALLOTMENT	+1,200,000	3,290,000
7/2/2007	CHESS DAILY MOVEMENT UP	+50,000	2,090,000
6/12/2007	CHESS DAILY MOVEMENT UP	+19,000	2,040,000
6/8/2007	CHESS DAILY MOVEMENT UP	+25,000	2,021,000
6/7/2007	CHESS DAILY MOVEMENT UP	+6,000	1,996,000
6/4/2007	CHESS DAILY MOVEMENT UP	+598	1,990,000
5/30/2007	CHESS DAILY MOVEMENT UP	+5,166	1,989,402
5/29/2007	CHESS DAILY MOVEMENT UP	+94,236	1,984,236
5/28/2007	CHESS DAILY MOVEMENT UP	+100,000	1,890,000
5/25/2007	CHESS DAILY MOVEMENT UP	+40,000	1,790,000
11/20/2006	ISSUER SP TO CHESS CONVERSION	+1,750,000	1,750,000