



LACHLAN STAR LIMITED

Quarterly Report for the Period
Ending 31 December 2011

HIGHLIGHTS

CMD GOLD MINE (100%, CHILE)

- 11,326 ounces of gold produced plus 625 ounces of gold in inventory
- C1 cash cost of US\$799 per ounce
- Cost per tonne of ore reduced to US\$18.30 (down 8% quarter on quarter)
- Average price received for gold sales of US\$1,663 per ounce
- 16,835 ounces of gold stacked onto the leach pad (up 30% quarter on quarter)
- Mine production of 17,528 ounces (up 32% quarter on quarter)
- 67% of ore sourced from outside the mineral reserve
- 57% of ore sourced from outside the mineral resource.
- Waste:ore ratio steady at 3.45:1 despite major prestrip at Chisperos pit (2.38:1 operating waste:ore ratio)
- Initial results from dump leach trial encouraging

BUSHRANGER COPPER PROJECT (100%, NSW)

- Newmont commenced a data review prior to commencement of field work in the March 2012 quarter

CORPORATE

- TSX listing completed on 19 October, trading under code "LSA"

CMD GOLD MINE (100% CHILE)

Production, Unit Costs and Sales

Production from the CMD Gold Mine is summarised in Table 1 below

Table 1 – Production

Item	Unit	3 months ended 31-Dec-11	3 months ended 30-Sep-11	% Change
Ore Mined	dmt	949,491	671,411	41%
Waste Mined	dmt	3,271,021	2,163,339	51%
Total Mined	dmt	4,220,512	2,834,750	49%
Waste:Ore Ratio	t:t	3.45	3.22	7%
Ore grade Mined	Au g/t	0.57	0.62	-7%
Gold Mined	Au oz	17,528	13,290	32%
Ore stacked	dmt	967,145	641,588	51%
Stacked Grade	Au g/t	0.54	0.63	-14%
Gold Stacked	Au oz	16,835	12,959	30%
Average stacking rate	dmt/d	10,512	6,974	51%
Gold Produced	Au oz	11,326	10,330	10%
Mining Cost/t moved	US\$/t	\$2.23	\$2.30	-3%
Mining Cost/t ore	US\$/t	\$9.93	\$9.72	2%
Process Cost/t ore stacked	US\$/t	\$6.91	\$8.41	-18%
G+A Cost/t ore	US\$/t	\$1.45	\$1.69	-14%
Total Cost/t ore	US\$/t	\$18.30	\$19.82	-8%
Average Sales Price	USD/oz	\$1,663	\$1,713	-3%
Cash Cost	USD/oz	\$900	\$755	19%
Non Cash Process Inventory Adjustment	USD/oz	-\$101	\$198	-151%
C1 Cash Cost	USD/oz	\$799	\$953	-16%
CMD Gold Mine Gross Operating Profit (Unaudited)	US\$m	\$1.12	\$4.08	-73%

** revenues less cost of sales (including waste expensed and amortised), interest and other site expenses and excluding foreign exchange movements, depreciation, exploration and process inventory adjustments*

Gold production for the December quarter was 11,326 ounces, which was sold at an average sales price of US\$1,663 per ounce. In addition, 4,074 ounces of silver was produced and sold at an average price of US\$31.70 per ounce. These sales represent 100% of production sold at spot prices and the Company's production profile remains unhedged.

The CMD Gold Mine gross operating profit (as defined above) was US\$1.12 million for the December quarter, a 73% decrease quarter on quarter. This reduction is due to increased waste movement associated with the

Chisperos pre strip (US\$2.30 million), a lower realised gold price (US\$0.79 million) and additional processing of ore from which gold will be recovered in future periods (US\$1.4 million).

C 1 cash costs, which exclude waste costs expensed or amortised and royalties, decreased during the quarter to US\$799 per ounce of gold sold down from \$953 per ounce the previous quarter (a decrease of 16% quarter on quarter). Increased production levels and reduced process and G+A unit costs primarily contributed to this good result.

The inventory adjustment of negative US\$101 reflects the costs of stacking more ounces of gold than poured during the quarter. During the June and September quarters the Company has poured more ounces than stacked, drawing down the leach pad inventory. During the December quarter, more ounces have been stacked than poured (after taking into account recovery estimates), and the inventory adjustment reflects these costs of ounces to be recovered in future periods

Table 2 below shows the cash costs for the March, June, September and December quarters and the impact of the inventory valuation adjustment (all numbers US\$ per ounce):

Table 2 – Cash Cost (US\$ per ounce) and inventory adjustments

	Quarter ending 31 Dec 2011	Quarter ending 30 Sept 2011	Quarter ending 30 June 2011	Quarter ending 31 March 2011
Cash costs with inventory adjustment	799	953	841	783
Cash costs without inventory adjustment	900	755	704	802
Inventory adjustment effect	(101)	198	137	(19)

Total costs per tonne of ore stacked decreased 8% quarter on quarter, despite a slight increase in the waste:ore ratio. The increase in ore stacking rates led to reductions in process and General and Administration (G+A) costs, down 18% and 14% respectively.

Mining

During the quarter, ore was sourced from the Las Loas, Churumata, Tres Perlas, Toro and Chisperos pits, as well as mining of remnant tailings.

Ore production by mine area is shown in Figure 1 for the March, June, September and December 2011 quarters.

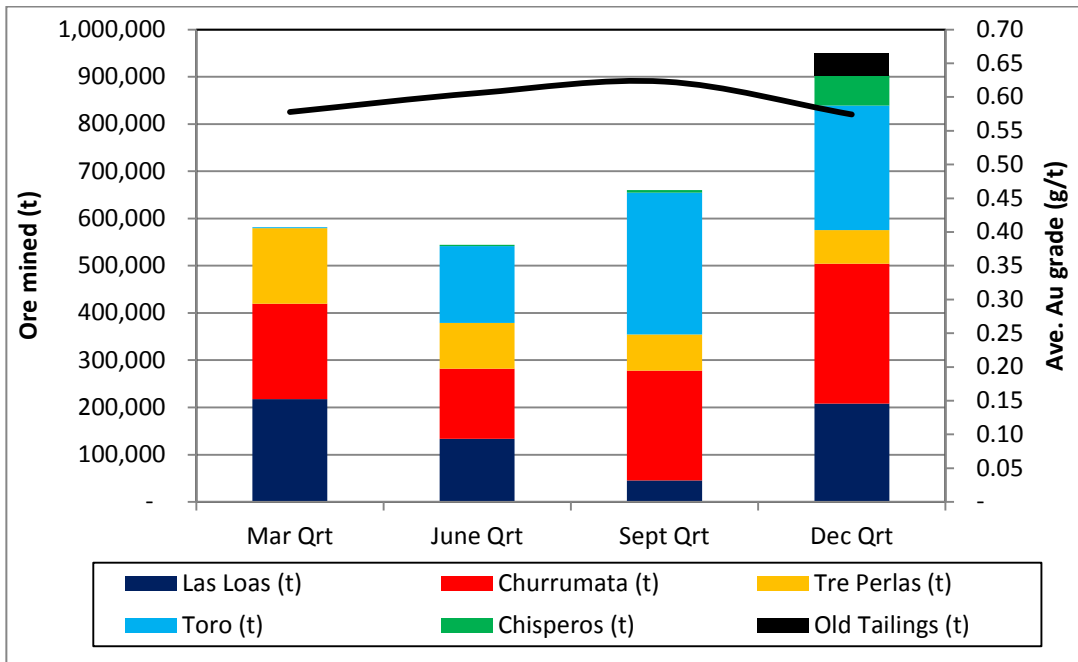


Figure 1 – Mine production by area and average gold grade

Ore mined increased by 41% on the previous quarter and was another record under Lachlan’s ownership. The average ore grade declined by 7% as a result of mining additional lower grade mineralisation that was thought to be waste, mostly in the Toro pits.

During the December quarter the waste to ore ratio increased slightly to 3.45:1 as shown in Figure 2, with total waste movement of 3.3 Mt during the quarter.

The slight increase in the waste:ore ratio was achieved despite a major prestrip at the Chisperos pit. The operating waste:ore ratio for the quarter after deducting the pre strip was 2.38:1.

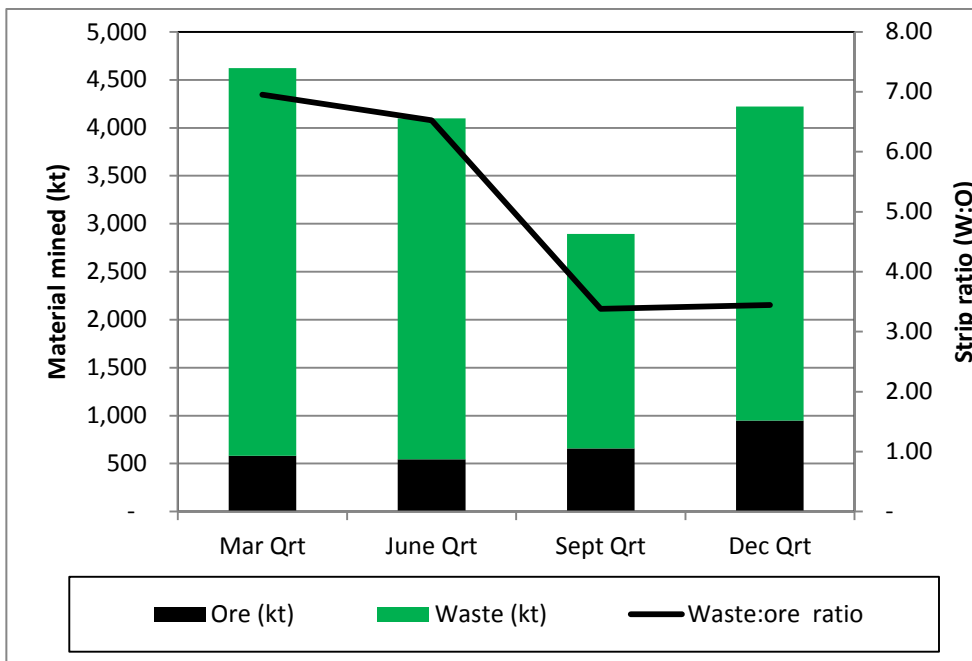


Figure 2 – Total mine movement and waste:ore ratio

The Company expects that the overall waste:ore ratio will continue to remain at similar levels throughout the March 2012 quarter. The strip ratio for the operation is at present mostly driven by the pre-strip of the Chisperos Pit, which peaked at 26:1 in November and is rapidly declining (17.5:1 in December and estimated to be less than 15:1 in January). Once this pre-strip has been completed the strip ratio is anticipated to decrease further.

Mining of the Tres Perlas and Churrumata pits has continued to show much lower waste:ore ratios than budgeted, with 367,000 tonnes of ore mined from these two pits in the December quarter at an average waste:ore ratio of 2:1.

Mine Reconciliation

The trend of mining a majority of the ore from outside the mineral reserve and resource seen during the majority of 2011 has continued into the December quarter. As illustrated in Figures 3 and 4 respectively, 67% of the ore mined in the December quarter was sourced from outside the mineral reserve, and 57% of the ore was mined from outside the mineral resource.

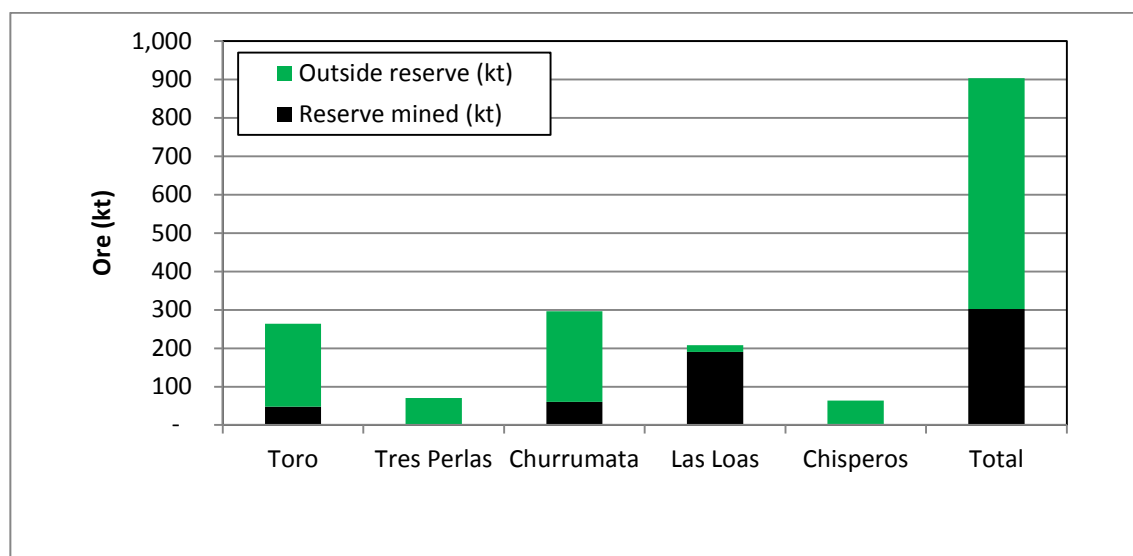


Figure 3 – Mineral reserve reconciliation (December 2011 quarter)

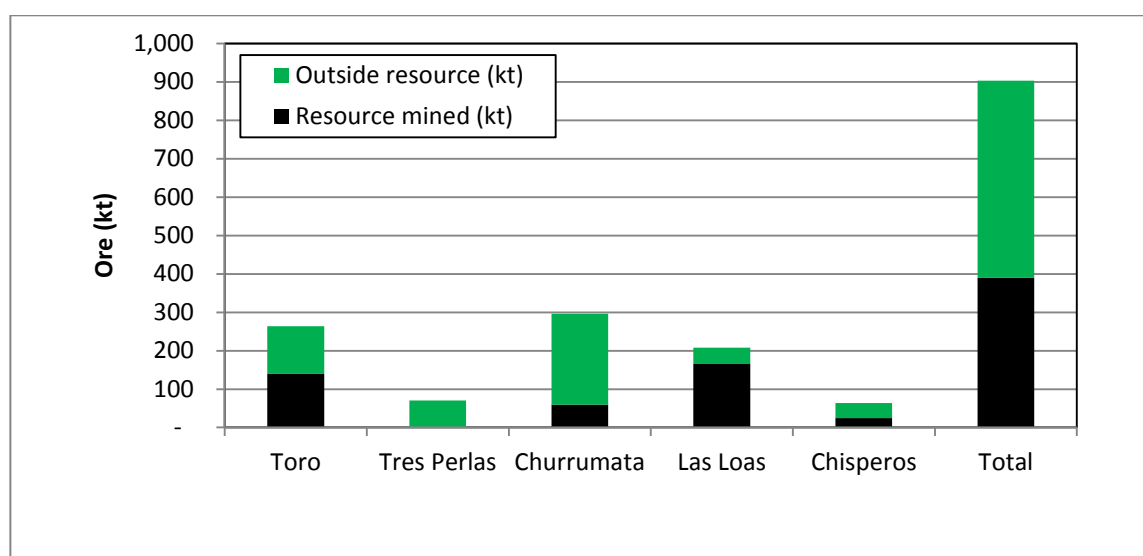


Figure 4 – Mineral resource reconciliation (December 2011 quarter)

Unit mining costs increased to US\$2.23/t moved (a 3 % decrease quarter on quarter), which is still considered to be higher than achievable. Mining cost reduction is a major focus for the Company given the impact on total costs per tonne of ore stacked.

Ore Processing

Ore stacked increased over the previous quarter by 51%, which had a positive impact on process costs per tonne of ore stacked (down 18 % quarter on quarter).

The average stacking rate for the quarter increased by 51% quarter on quarter to a new record since the Company took ownership of the mine. This has reduced the process costs as shown in Figure 5, despite the additional costs associated with rehandling ore for the dynamic leaching.

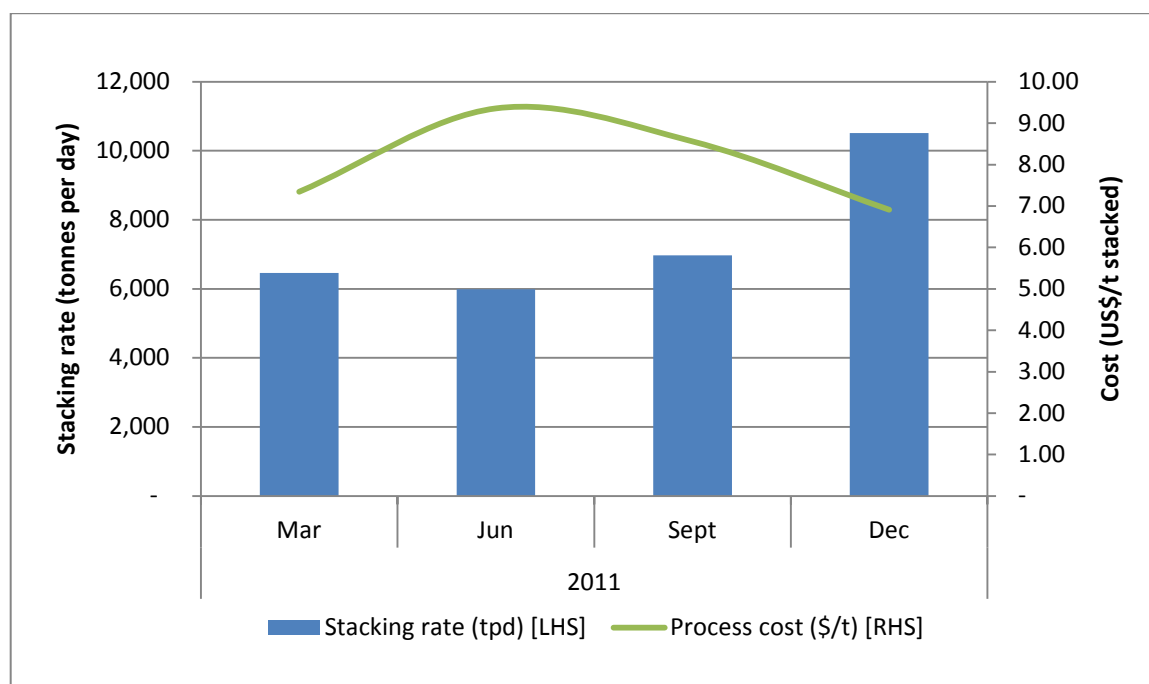


Figure 5 – Ore stacked versus cost per tonne stacked

General and Administration (G+A)

Unit rates for G+A have continued to fall (down 14% quarter on quarter) as stacked tonnes increase as shown in Figure 6. All G+A costs are essentially fixed, and increasing stacked tonnages are forecast to further reduce the G+A unit rates.

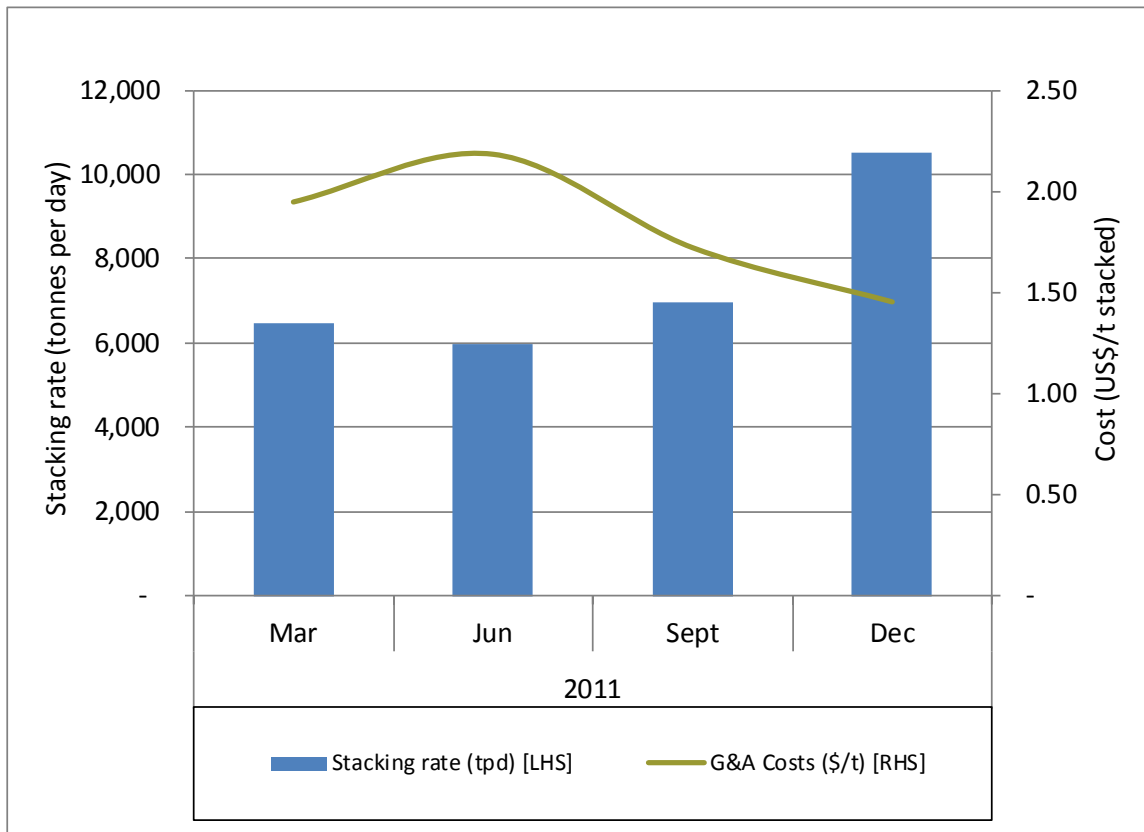


Figure 6 – Ore stacked versus G&A cost per tonne

Dump Leach Trials

As part of the Company’s commitment to continuous improvement, a Run of Mine (ROM) dump (i.e. blasted rock with no crushing) and a coarse crush leaching trial was commenced during the December quarter. Approximately 15,000 tonnes of material will be leached for 120 days to ascertain the overall recovery. Final results of this trial are expected in the March Quarter of 2012, once leaching and systematic sampling of the residual material has been completed.

Initial indications are that ROM dump leach recoveries of over 50% are achievable. Additional trials are underway to assess the variability of the recovery from across the CMD Gold Mine site.

Mineral Resources

Following the 2011 drill program, Coffey Mining have been engaged to update the mineral resources for the CMD Gold Mine. At the time of reporting, one new resource has been estimated for the Toro deposit.

The new Toro deposit mineral resource contains 348,000 ounces of gold in the Indicated category, which is a 314% increase over the previous Indicated mineral resource (84,000 ounces). In addition, a further 135,000 ounces of gold are contained in the Inferred category, which is a decrease of 28% compared to the previous Inferred mineral resource (188,000 ounces) as shown in Table 3.

Table 3 – Comparison of New and Previous Toro Mineral Resource Estimates

Classification	Old Mineral Resource (koz)	New Mineral Resource (koz)	% Change
Indicated	84	348	314%
Inferred	188	135	-28%

Total mineral resources for the CMD Gold Mine now contain 725,000 ounces of gold in the Indicated category and 923,000 ounces of gold in the Inferred category as shown in Table 5.

The new mineral resource for the Toro deposit is the first of the 2012 mineral resources updates for the CMD Gold Mine. The Toro deposit is open along strike to both the north and south, and across strike to the east and west in several areas. In addition, there remains substantial potential to expand the mineral resources through infill drilling between the Toro Central and Socorro pits, where there is currently insufficient drilling data to extrapolate the resource between the pits.

Exploration

A total of 6,255 m drilling was completed during the December Quarter, bringing the total drilling in calendar 2011 to 31,036m. The 2012 calendar year program is estimated to be approximately 33,000 m in total.

The exploration focus has been moved to the Tres Perlas area for the majority of the quarter, with drilling focussed on expanding the mineralisation down dip and along strike of the current mineral resources. In addition, the drilling has targeted the gaps between the El Sauce, Natalia, Tres Perlas and Churrumata deposits previously modelled separately with the goal of joining the mineralisation together.

Significant drill results for the December quarter include:

Tres Perlas Deposit

- 8 m grading 0.50 % Cu from 31 m downhole in RCH 2011-219
- 130 m grading 0.52 g/t Au from 39 m downhole in RCH 2011-219, including 21 m grading 1.14 g/t Au from 39 m downhole
- 80 m grading 0.54 g/t Au from 0 m downhole in RCH 2011-199, including 21 m grading 1.06 g/t Au from 19 m downhole
- 7 m grading 0.43 % Cu from 31 m downhole and 15 m grading 0.31 % Cu from 43 m downhole in DDH 2011-158
- 40m at 0.34g/t from 25m downhole; 86m at 0.47g/t from 70m downhole; 20m at 0.40g/t from 163m downhole; and 5m at 0.58g/t from 195m with the hole ending in mineralisation in RCH 2011-239.
- 35m grading 0.59 % Cu (including 7m grading 2.02 % Cu) from 0m downhole and 78 m grading 0.37 g/t Au from 70m downhole, in DDH 2011-226
- 87 m grading 0.44 g/t Au from 29m downhole, 27m grading 0.27 % Cu from 29m downhole, 13m grading 0.30% Cu from 102 m downhole and 8m grading 0.32% Cu from 139 m downhole in DDH 2011-230
- 109 m grading 0.39 g/t Au from 62 m downhole in RCH 2011-215, including 21 m grading 1.14 g/t Au from 39 m downhole

Toro Deposit

- 13 m grading 5.72 g/t Au from 8 m downhole and 25m grading 1.02 g/t Au from 59 m downhole in RCH 2011-229,
- 8 m grading 4.14 g/t Au from 164 m downhole in DDH 2011-83
- 34 m grading 0.9 g/t Au from 44 m downhole in DDH 2011-83
- 9 m grading 2.92 g/t Au from 112 m downhole in RCH 2011-172
- 6 m grading 3.51 g/t Au from 19 m downhole in RCH 2011-183
- 14 m grading 1.59 g/t Au from 20 m downhole in RCH 2011-187
- 7 m grading 1.10 g/t Au from 20 m downhole in RCH 2011-188
- 11m grading 1.12 g/t Au from 101 m downhole in DDH 2011-76
- 10 m grading 1.14 g/t Au from 18 m downhole in RCH 2011-168
- 32 m grading 0.76 g/t Au from 144 m downhole in RCH 2011-168
- 38 m grading 0.41 g/t Au from 0 m down hole in RCH 2011-176
- 24 m grading 0.75 g/t Au from 69 m downhole in RCH 2011-176
- 14 m grading 0.76 g/t Au from 110 m downhole in RCH 2011-176
- 1m grading 12.88 g/t Au from 107 m downhole in RCH 2011-164
- 7m grading 1.02 g/t Au from 0 m downhole in RCH-2011-182
- 61 m grading 0.56 g/t Au from 120 m downhole in DDH 2011-173, including 15 m grading 1.07 g/t Au from 120 m downhole
- 9 m grading 1.98 g/t Au from 84 m downhole in DDH 2011-197
- 2 m grading 6.96 g/t Au from 66 m downhole in DDH 2011-170
- 11 m grading 0.60 g/t Au from 86 m downhole in DDH 2011-171
- 12 m grading 0.65 g/t Au from 30 m downhole in DDH 2011-193
- 18 m grading 1.14 g/t Au from 60 m downhole in RCH 2011-169
- 17 m grading 1.11 g/t Au from 69 m downhole in RCH 2011-175

La Laja Deposit

- 43 m grading 0.64 g/t Au from 150 m downhole in RCH 2011-233

Churrumata Deposit

- 7 m grading 1.23 g/t Au from 17 m downhole in DDH 2011-222

A complete list of drill results for the quarter is contained in Table 4 at the end of this report.

BUSHRANGER COPPER PROJECT (100%, Newmont earning 51%)

Newmont have commenced a data review on the Bushranger Copper Project and plan to commence field work in the March 2012 quarter.

CORPORATE

TSX Listing

The Company commenced trading on the TSX on 19 October under the stock code “LSA”. The Company filed a Short Form Prospectus during the quarter and converted the Special Warrants to Units, each Unit consisting of one ordinary share and a half option (warrant) with a strike price of A\$1.20 each.

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

Declan Franzmann

Managing Director

Lachlan Star

Tel: +61(0)8 9481 0051

Email: declan.franzmann@lachlanstar.com.au

Table 4 – Drill Results

Hole Id	Grid_N	Grid_E	Grid_Elev	Azimuth	Dip	From	To	Interval	g/t Au	% Cu
DDH-2011-76	2071	5872.1	1171.9	49.4	-89.8	5	9	4	0.75	
						19	22	3	0.2	
						43	46	3	0.27	
						101	112	11	1.12	
						131	152	21	0.57	
						162	172	10	0.89	
						183	184	1	0.23	
						186	187	1	0.51	
						192	194	2	0.39	
						216	217	1	0.78	
DDH-2011-83	2437	6264.2	1127.9	204.3	-88	44	78	34	0.9	
						82	87	5	0.25	
						90	98	8	0.44	
						164	172	8	4.14	
						177	180	3	0.45	
DHH-2011-94	2227.1	5957.8	1173.4	95.3	-70.9	26	28	2	0.24	
						33	37	4	0.2	
						46	53	7	0.23	
						80	81	1	1.85	
DDH-2011-100	2340.1	6106.3	1159.6	190.3	-89.7	52	54	2	1.31	
						127	128	1	3.1	
DDH-2011-102	2139.9	5988.2	1152.6	64.6	-70.3	12	14	2	0.2	
						23	32	9	0.43	
						51	55	4	0.49	
						109	119	10	0.85	
						138	153	15	0.34	
						171	181	10	0.47	
DDH-2011-103	2487.7	6491.1	1116.2	287.3	-88.7	9	10	1	1	
						46	48	2	0.33	
						69	70	1	0.38	
						87	89	2	0.24	
						107	110	3	0.33	
						129	131	2	0.63	
DDH-2011-145	2402.9	6125.9	1150.7	274.8	-89.7	35	36	1	0.35	
						151	156	5	0.23	
RCH-2011-149	2405.5	6860.3	1090.5	348.7	-89.3	3	6	3	0.23	
						129	154	25	0.36	
RCH-2011-159	1981.8	6260.6	1131	233.1	-89.9	118	123	5	0.36	
						127	129	2	0.24	
						190	194	4	0.67	
						205	215	10	0.22	
RCH-2011-164	1560.4	5645.4	1188.1	229.8	-89.6	42	43	1	0.2	
						61	67	6	0.24	

						79	90	11	0.55
						107	108	1	12.88
						115	116	1	0.19
						124	125	1	0.4
RCH-2011-168	2105.5	5971.8	1152.6	279.5	-89.6	14	15	1	0.55
						18	28	10	1.14
						32	38	6	0.35
						56	58	2	0.48
						62	65	3	0.31
						78	80	2	0.39
						86	88	2	0.33
						112	114	2	0.75
						144	176	32	0.76
RCH-2011-172	2099.8	5885	1167.1	32.9	-89.5	9	13	4	0.96
						23	25	2	0.16
						44	45	1	4.5
						69	77	8	0.34
						82	91	9	0.39
						112	121	9	2.92
						145	149	4	0.64
RCH-2011-174	2177	5962.6	1161.1	100	-89.6	18	19	1	0.68
						25	26	1	0.62
						50	56	6	0.44
						84	89	5	0.63
						140	142	2	0.42
RCH-2011-176	1442.7	5827.1	1152.7	220.9	-89.6	0	38	38	0.41
						46	48	2	0.19
						69	93	24	0.75
						110	124	14	0.76
RCH-2011-177	1523.3	5556.1	1204.5	274.1	-89.5	32	33	1	0.83
						38	39	1	0.3
RCH-2011-179	1482.6	5439.7	1221.8	16.6	-89.2	21	25	4	0.21
RCH-2011-180	1899.72	6120.2	1137.4	0	-90	12	19	7	1.23
						25	26	1	0.15
						46	49	3	0.56
RCH-2011-181	1699.3	5888.6	1160.6	285.3	-89.8	81	92	11	0.54
						104	112	8	0.4
RCH-2011-182	1558.6	5462	1223.2	298.3	-89.3	0	7	7	1.02
						21	28	7	0.58
RCH-2011-183	1580.9	5456.9	1222.8	0	-90	1	7	6	0.3
						19	25	6	3.51
						29	31	2	0.19
DDH-2011-185	1660.1	5630.1	1183.8	28.1	-89.5	26	36	10	0.56
						52	56	4	0.35

						60	62	2	0.3
						68	70	2	0.88
						112	118	6	0.28
RCH-2011-186	1859.4	5620.4	1196	225	-89.7	0	1	1	0.32
						19	22	3	0.36
						32	40	8	0.47
						48	49	1	0.2
						72	73	1	0.38
RCH-2011-187	1712	5539.1	1184.9	0	-90	6	16	10	0.26
						20	34	14	1.59
						39	53	14	0.38
						76	77	1	0.45
RCH-2011-188	1774.3	5528	1180.6	0	-90	20	27	7	1.1
						46	47	1	0.29
						50	51	1	0.37
RCH-2011-189	1479.8	5541	1203.3	266.1	-89.6	12	21	9	0.33
RCH-2011-191	1600.1	5509.3	1214.2	74.7	-89.8	14	15	1	0.34
						19	20	1	0.36
						42	43	1	0.28
RCH-2011-194	2133.6	5886.1	1163.8	137.3	-89.7	4	10	6	0.48
						29	34	5	0.37
						95	114	19	0.47
RCH-2011-195	3274.9	7498	1098	193	-89.9	0	5	5	0.38
						12	14	2	0.22
						24	30	6	6.92
						37	41	4	0.29
						154	156	2	0.29
						176	185	9	0.95
						190	192	2	0.17
RCH-2011-204	3125	7515.1	1076.3	112.1	-89.4	10	12	2	1.23
						15	17	2	0.43
						35	41	6	0.32
						48	50	2	1.36
						62	67	5	0.2
						77	82	5	0.88
						85	87	2	0.25
RCH-2011-208	3433.4	7600.4	1088.2	72.9	-89.6	9	11	2	0.16
						9	10	1	0.29% Cu
						60	61	1	0.22% Cu
DDH-2011-97	2240	6119	1152	218.3	-89.4	6	17	11	0.55
						145	146	1	0.61
						164	165	1	0.58

DDH-2011-158	3284	8654	1048	89.7	-60.1	31	38	7	0.43
						35	37	2	0.33
						43	58	15	0.31
						47	54	7	0.37
						62	73	11	0.22
DDH-2011-162	3348	8506	1070	271.4	-60.8	1	2	1	0.23
						14	19	5	0.14
						22	25	3	0.2
						40	51	11	0.32
						54	57	3	0.21
						61	66	5	0.21
						71	77	6	0.21
DDH-2011-170	2102	6050	1144	45	-89.8	66	68	2	6.96
						107	122	15	0.19
						138	145	7	0.92
						175	179	4	1.44
DDH-2011-171	2100	6200	1137	35.8	-89.4	46	49	3	0.21
						58	63	5	0.34
						67	75	8	0.25
						86	97	11	0.6
						138	140	2	0.74
						157	160	3	0.47
						184	189	5	0.89
DDH-2011-173	2098	5913	1163	345.5	-88.8	9	12	3	0.93
						73	77	4	0.77
						120	181	61	0.56
						<i>Includes</i>	<i>120</i>	<i>135</i>	<i>15</i>
						<i>Includes</i>	<i>163</i>	<i>181</i>	<i>18</i>
DDH-2011-184	1740	5560	1181	327.3	-89.5	1	2	1	0.21
						14	16	2	0.41
						29	32	3	0.43
						94	97	3	0.26
RCH-2011-190	1560	5505	1214	0	-90	No Significant Mineralisation Intersected			
RCH-2011-196	3274	7560	1091	116.6	-89.4	0	3	3	0.22
						34	40	6	0.22
DDH-2011-197	2133	5881	1164	271.9	-59.2	20	21	1	0.25
						84	93	9	1.98
						97	98	1	0.68
						109	118	9	0.22
RCH-2011-198	3123	7436	1103	139.1	-89.6	0	3	3	0.48
						5	7	2	0.31
						80	81	1	0.79
						84	86	2	1.06
RCH-2011-199	3074	7433	1104	0	-90	0	80	80	0.54

						<i>Includes</i>	19	40	21	1.06	
							74	76	2		0.3
							84	86	2	0.32	
RCH-2011-200	3325	7735	1045	251.9	-88.8		27	29	2	0.37	
							54	55	1	1.37	
RCH-2011-201	3348	7838	1032	319.4	-89.8		54	56	2	0.49	
							80	84	4	1.85	
							88	89	1	4.47	
							91	92	1	1.15	
DDH-2011-202	3280	7648	1070	132.3	-89.6		13	35	22	0.68	
							26	32	6	0	0.35
							63	72	9	0.53	
							89	95	6	0.35	
							148	150	2	0.42	
							197	198	1	1.73	
DDH-2011-205	3325	7630	1086	270	-89.4		0	4	4	0.48	
							9	10	1	0.75	
							29	42	13	0.23	
RCH-2011-208	3433	7600	1088	72.9	-89.6		9	10	1	0	0.29
							9	11	2	0.16	
							60	61	1	0	0.22
RCH-2011-209	3560	7600	1080	22.4	-89		0	5	5	0.33	
RCH-2011-210	3526	7599	1088	1.5	-89.1		2	3	1	0	0.25
							2	12	10	0.25	
							37	38	1	0.23	
RCH-2011-212C	3480	7600	1087	337.8	-89.6		1	21	20	0.29	
							9	12	3	0	0.22
							25	26	1	0.15	
RCH-2011-217	3440	7700	1072	144.5	-89.8		2	5	3	0.17	
							19	20	1	0.15	
							68	69	1	0.2	
							127	128	1	0.39	
RCH-2011-219	3512	8243	1063	0	-89.9		31	39	8		0.5
							30	169	139	0.52	
						<i>Includes</i>	39	60	21	1.14	
RCH-2011-220	3596	7499	1087	173.7	-89.8		0	3	3		0.26
							1	4	3	0.15	
							9	10	1	0.27	
							99	100	1	0.35	
RCH-2011-223	3068	6858	1138	25	-89.5		40	44	4	0.47	
							58	65	7	0.55	
							75	77	2	0.95	

DDH-2011-119	2256.8	5985.9	1170.2	47.5	-89.1	14	20	6	0.25
						29	33	4	1.16
						42	43	1	0.87
						163	169	6	0.38
						173	175	2	0.38
DDH-2011-121	2500.1	6372.2	1123.8	93.7	-89.1	10	11	1	1.4
						15	17	2	0.18
						107	110	3	0.32
						116	124	8	0.24
DDH-2011-122	2569.7	6496.6	1118.6	0	-86.9	4	7	3	0.31
						9	11	2	0.32
						67	71	4	0.21
						149	157	8	0.21
DDH-2011-128	2830.7	6749.6	1124.7	250.6	-89.6	3	6	3	0.22
						12	18	6	0.15
						27	30	3	0.93
						35	38	3	0.18
						77	80	3	0.46
						178	185	7	0.78
						191	194	3	0.48
						198	201	3	0.18
						236	238	2	0.18
DDH-2011-133	1760.6	5803.4	1170.1	323.1	-89.8	54	70	16	0.96
						93	101	8	0.24
						173	174	1	1.82
DDH-2011-144	2340.4	6340.8	1123.9	74.1	-89.6	110	117	7	0.38
						192	205	13	0.33
						209	212	3	0.22
DDH-2011-146	2229	6015.5	1159.5	139.9	-89.5	59	60	1	0.5
						162	168	6	0.63
						220	228	8	0.31
DDH-2011-147	2233.9	5855.5	1183.8	55	-89.5	22	25	3	0.33
						32	33	1	0.67
						63	67	4	0.2
						92	93	1	0.25
						98	102	4	0.33
						199	200	1	0.31
DDH-2011-193	1876.3	6084.6	1141.2	236.3	-89.7	8	16	8	0.16
						30	42	12	0.65
						53	54	1	0.71
						82	85	3	0.9
DDH-2011-203	3342	7781.3	1044.6	309.8	-89.1	13	14	1	0.44
						24	28	4	1.22

						47	50	3	1.68
DDH-2011-206	3396.8	7564.4	1093.6	333.4	-89.8		No Mineralisation Intercepted		
DDH-2011-207	3401	7690.4	1076.6	315	-90	15	17	2	0.97
						35	36	1	0.29
DDH-2011-211A	3480	7700.1	1070.8	135	-89.8	139	141	2	0.33
DDH-2011-213	3520.3	7734.4	1069.4	92.7	-65	1	15	14	0.34
						39	41	2	0.25
						48	49	1	0.78
						64	66	2	0.26
						108	113	5	0.25
						117	119	2	0.32
						134	137	3	0.17
DDH-2011-214	3439	7769.8	1060.3	91.2	-64.9	3	4	1	0.32
						5	9	4	0.18
						11	12	1	0.23
						34	37	3	0.42
						119	122	3	0.28
DDH-2011-215	3540.5	8239.9	1063.3	184.8	-89.6	14	34	20	0.34
						42	48	6	0.19
						62	171	109	0.39
						63	71	8	0.22
						76	78	2	0.2
						88	97	9	0.21
						103	107	4	0.29
						112	116	4	0.25
						193	204	11	0.35
						231	234	3	0.25
DDH-2011-216	3480.9	7742.6	1067.4	97	-64	10	11	1	0.25
						26	29	3	0.37
						34	39	5	0.27
						47	50	3	0.2
DDH-2011-218	3280.2	7840.8	980.4	277.1	-89.7	6	9	3	0.45
						19	28	9	0.31
						36	38	2	0.23
RCH-2011-224	3067.9	6857.9	1137.9	25	-89.5	123	125	2	0.18
						132	133	1	0.2
						141	142	1	0.61
DDH-2011-225	3319.4	8090.2	1014.8	351.9	-89.5	13	37	24	0.28
						14	15	1	0.54
						46	53	7	0.67
						74	80	6	0.5

DDH-2011-226	3400	8164.8	1054.6	75.3	-89.5	2	14	12	0.22
						0	20	20	0.32
						27	65	38	0.28
						28	35	7	2.02
						70	148	78	0.37
						93	95	2	0.32
						124	134	10	0.17
						147	151	4	0.16
						162	173	11	0.28
RCH-2011-227	1920	6259.8	1126.1	31.6	-89.6	1	3	2	0.53
						32	33	1	0.3
						72	75	3	0.33
RCH-2011-228	1980.1	6180.2	1133.5	130.6	-89.4	0	5	5	0.43
						12	14	2	0.41
						28	31	3	0.23
						40	42	2	0.19
						54	67	13	0.41
						74	78	4	0.9
RCH-2011-229	1940.4	6183.5	1132.7	326.3	-89.7	8	21	13	5.72
						59	84	25	1.02
						87	90	3	0.33
						100	102	2	1.02
DDH-2011-230	3440	6165	1053.9	252.1	-89.1	3	6	3	0.18
						19	24	5	0.16
						29	116	87	0.44
						29	56	27	0.27
						72	76	4	0.22
						93	97	4	0.16
						102	115	13	0.3
						126	145	19	0.4
						139	147	8	0.32
						151	164	13	0.28
						161	165	4	0.18
						173	175	2	0.27
						174	189	15	0.25
						193	197	4	0.53
DDH-2011-231	3400	8125	1024.3	131.1	-89.1	0	3	3	0.17
						0	6	6	0.23
						21	32	11	0.2
						23	24	1	0.23
						46	77	31	0.47
						47	48	1	0.21
						53	54	1	0.22
						85	91	6	0.51
						102	108	6	0.56
						126	132	6	0.29

RCH-2011-232B	4140.3	6752.7	1138	47.4	-89.2	92	93	1	0.27
						136	137	1	0.24
						158	159	1	0.27
RCH-2011-233	4139.9	6800.6	1136.7	93.6	-59	142	144	2	0.21
						150	193	43	0.64
RCH-2011-234	1986.6	5814.1	1186.3	292.1	-88.4	80	92	12	0.76
						118	122	4	0.23
						148	152	4	1.58
RCH-2011-235	2041.8	6146.8	1137.7	176.6	-88.9	30	35	5	0.27
						39	43	4	0.25
						54	62	8	0.47
RCH-2011-236	3280.8	7740.8	1044.9	91.9	-59.6	8	11	3	0.38
RCH-2011-237	3245.4	7743.1	1041.1	90	-60	0	4	4	0.28
RCH-2011-239	3400	8125	1024.3	131.1	-89.1	25	65	40	0.34
						70	158	88	0.47
						74	78	4	0.19
						81	94	13	0.2
						103	109	6	0.25
						118	121	3	0.31
						124	127	3	0.28
						130	143	13	0.28
						163	183	20	0.4
						195	200	5	0.58
RCH-2012-01	3210	7763.4	1038.8	90.2	-58.6	No Mineralisation Intercepted			

Table 5 - CMD Gold Mine Mineral Resources

Deposit	Indicated			Inferred		
	Tonnes(Mt)	Grade(Au)	Ounces(Kozs)	Tonnes(Mt)	Grade(Au)	Ounces(Kozs)
Las Loas	2.86	0.8	73	1.5	0.8	37
El Sauce	0	-	0	7.1	0.7	156
Toro	17.5	0.6	348	11.6	0.36	135
Tres Perlas	15.6	0.5	252	19	0.5	333
Churumata	0.6	0.8	16	8.7	0.8	219
Chisperos	1.0	1.1	36	1.4	1.0	43
Total	37.6	0.6	725	49.8	0.6	923

¹. Reported above 0.3 g/t Au all except Toro deposit, which is reported above 0.15 g/t Au

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 (Newmont earning up to 51%) and the Princhester magnesite deposit in Queensland.

Competent Persons Statement

The information in the news release that relates to the Mineral Resources of Tres Perlas, Chisperos, Las Loas, El Sauce, Churrumata and Toro/Socorro is based on information compiled by David Slater, who is a Chartered Professional Member of The Australasian Institute of Mining and Metallurgy. Mr. Slater is employed full time by Coffey Mining Pty Ltd. The information in the news release that relates to exploration results is based on information approved by Declan Franzmann, who is a Chartered Professional Member of The Australasian Institute of Mining and Metallurgy. Mr. Franzmann is employed by Citraen Pty Ltd and is an officer of the Company. Each of Mr. Slater and Mr. Franzmann 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 Mineral Resources and Ore Reserves" and to qualify as a "Qualified Person" under NI 43-101. Each of Mr. Slater and Mr. Franzmann consents to the inclusion in the news release of the matters based on his information in the form and context in which it appears.

Caution Regarding Forward Looking Information:

This report contains forward-looking information, which is based on assumptions and judgments of management regarding future events and results. Such forward-looking information includes but is not limited to information with respect to future exploration and drilling, procurement of financing and procurement of necessary regulatory approvals.

Forward-looking information involves known and unknown risks, uncertainties, and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any anticipated future results, performance or achievements expressed or implied by such forward-looking