

## LACHLAN STAR ANNOUNCES DRILL RESULTS FROM VENEROS PROSPECT

**Emerging minerals and exploration company Lachlan Star limited (“Lachlan: or the “Company”) (ASX: LSA)** is pleased to announce the drill results from the second phase of drilling at the Veneros Prospect at its 100% owned CMD Gold Mine in Chile.

Highlights from the drill program include:

- Ø 6 m grading 3.1 g/t Au from 22 m downhole in DTH-2011-41
- Ø 8 m grading 1.2 g/t Au from 29 m downhole in DTH-2011-43
- Ø 15 m grading 0.8 g/t Au from 7 m downhole in DTH-2011-53
- Ø 15 m grading 0.7 g/t Au from 15 m downhole in DTH-2011-48
- Ø 6 m grading 0.9 g/t Au from 14 m downhole in DTH-2011-40
- Ø 6 m grading 0.6 g/t Au from 27m downhole in DTH-2011-45

Table 1 below contains a full list of drill results for the Veneros Prospect to date.

The Veneros Prospect is located at the southern end of the CMD Gold Mine tenements, approximately 4 km from the primary crusher. The area hosts both vein and Manto style deposits, with the former having been mined historically for gold. No large-scale mining of the Manto style mineralisation has previously been carried out, although a reported 9,000 tonnes of ore grading 0.9 g/t Au has been blasted and stockpiled under previous CMD Gold Mine management (see Figure 1). There has been no previous systematic exploration of the prospect.



The initial phase of drilling was carried out early in 2011, which returned encouraging results including:

Ø 6 m grading 1.4 g/t Au from 11 m downhole in DTH-2010-62

Ø 5 m grading 0.7 g/t Au from 68 m downhole in DTH-2010-46

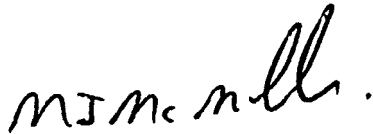
The current phase of drilling over the prospect has been carried out to relatively shallow depths using a small crawler mounted percussion rig to pattern drill the mapped Manto mineralisation. This has provided good coverage of the zone of mineralisation (estimated to be 14 hectares in surface area) but only to a limited depth due to the drilling capacity of the crawler mounted drill rig used.

The results of the second phase of drilling are encouraging as they indicate the presence of a mineralised horizon containing gold grades at least as high as that being mined at the current CMD Gold Mine pits. The mineralisation is outcropping and dips to the east at roughly the same angle as the slope of the hill, meaning that any pit developed at Veneros would have low waste:ore ratios.

Cross cutting veins appear to have the potential to boost grades locally within the Manto as evidenced by the 6m grading 3.1 g/t Au found in DTH-2011-41.

The mineralisation is open at depth and to the east and further drilling is planned shortly to test for the extensions of the mineralisation.

For and on behalf of the Board



Mick McMullen  
Chairman

For further information please visit [www.lachlanstar.com.au](http://www.lachlanstar.com.au) or contact

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**Table 1– Veneros Prospect Drill Results**

Hole Id	Sector	Grid N	Grid E	Grid Elev	Dip	Azimuth	Length	From	To	Interval	Gold (g/t)	
DTH-2011-22	Veneros	450.048	5,500.087	1,361.090	-90.00	0.00	70.00	9.00	10.00	1.00	1.0	
DTH-2011-24	Veneros	400.506	5,499.877	1,357.010	-90.00	0.00	70.00	19.00	22.00	3.00	0.6	
DTH-2011-25	Veneros	365.015	5,488.950	1,342.456	-90.00	0.00	70.00	8.00	9.00	1.00	0.4	
DTH-2011-26	Veneros	300.085	5,499.997	1,329.932	-90.00	0.00	70.00			0.00	UM	
DTH-2011-27	Veneros	500.154	5,599.931	1,353.570	-90.00	0.00	70.00	22.00	23.00	1.00	1.5	
	Veneros							30.00	31.00	1.00	0.4	
	Veneros							36.00	37.00	1.00	0.4	
DTH-2011-28	Veneros	450.045	5,600.065	1,354.998	-90.00	0.00	70.00	1.00	4.00	3.00	0.3	
DTH-2011-29	Veneros	399.897	5,600.127	1,351.582	-90.00	0.00	28.00	1.00	3.00	2.00	1.0	
DTH-2011-30	Veneros	350.373	5,600.307	1,347.673	-90.00	0.00	70.00			0.00	UM	
DTH-2011-32	Veneros	450.050	5,650.531	1,344.514	-90.00	0.00	60.00			0.00	UM	
DTH-2011-36	Veneros	393.240	5,644.984	1,346.574	-90.00	0.00	60.00		25.00	1.00	1.6	
	Veneros							26.00	27.00	1.00	0.7	
DTH-2011-38	Veneros	346.822	5,647.301	1,339.934	-90.00	0.00	60.00	16.00	17.00	1.00	0.6	
	Veneros							18.00	19.00	1.00	0.4	
DTH-2011-40	Veneros	299.903	5,600.149	1,341.594	-90.00	0.00	60.00	1.00	3.00	2.00	0.6	
	Veneros							14.00	21.00	7.00	0.9	
	Veneros							25.00	26.00	1.00	0.5	
	Veneros							29.00	30.00	1.00	2.1	
DTH-2011-41	Veneros	300.026	5,650.031	1,332.317	-90.00	0.00	60.00	22.00	28.00	6.00	3.1	
DTH-2011-42	Veneros	250.019	5,600.054	1,334.420	-90.00	0.00	60.00	2.00	3.00	1.00	0.4	
DTH-2011-43	Veneros	349.896	5,750.063	1,286.870	-90.00	0.00	60.00	29.00	37.00	8.00	1.2	
DTH-2011-45	Veneros	299.900	5,750.041	1,286.650	-88.65	340.35	60.00	27.00	34.00	7.00	0.6	
DTH-2011-46	Veneros	452.300	5,749.597	1,277.832	-89.06	30.47	60.00			0.00	UM	
DTH-2011-47	Veneros	388.043	5,752.524	1,283.240	-90.00	0.00	60.00		52.00	53.00	1.00	0.8
	Veneros							56.00	57.00	1.00	0.4	
DTH-2011-48	Veneros	499.982	5,750.104	1,279.532	-88.70	73.44	60.00	6.00	8.00	2.00	0.7	
	Veneros							15.00	26.00	11.00	0.7	
DTH-2011-50	Veneros	249.975	5,755.832	1,285.602	-88.76	351.57	60.00	43.00	46.00	3.00	1.4	
DTH-2011-51	Veneros	399.271	5,799.042	1,263.094	-89.88	333.44	60.00	42.00	45.00	3.00	0.5	
DTH-2011-53	Veneros	349.867	5,800.065	1,264.548	-87.79	300.00	60.00	7.00	22.00	15.00	0.8	
	Veneros							31.00	32.00	1.00	1.7	
	Veneros							40.00	41.00	1.00	1.0	
DTH-2011-55	Veneros	108.171	5,701.058	1,281.575	-89.20	196.93	60.00			0.00	UM	
DTH-2011-56	Veneros	149.950	5,700.002	1,291.635	-89.72	315.00	60.00	25.00	26.00	1.00	1.1	
DTH-2011-58	Veneros	200.286	5,699.994	1,305.394	-88.56	148.82	60.00			0.00	TBA	
DTH-2011-59	Veneros	249.799	5,700.093	1,312.525	-89.38	111.25	60.00			0.00	TBA	
<b>Total Inters surface Manto/Vein</b>										<b>71.00</b>	<b>1.0</b>	

**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 magnesite 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.