



LACHLAN STAR LIMITED

28 January 2014

COMPANY STATEMENT WITH RESPECT TO SHARE TRADING

NOT FOR DISTRIBUTION TO UNITED STATES NEWSWIRE SERVICES OR FOR RELEASE, PUBLICATION, DISTRIBUTION OR DISSEMINATION DIRECTLY, OR DIRECTLY, IN WHOLE OR IN PART, IN OR INTO THE UNITED STATES

The company wishes to make a statement with respect to trading in connection with the purchase disclosed in the Appendix 3Y – Change of Director’s Interest Notice for Mr Scott Perry lodged with ASX on 20th January 2014. As disclosed in the notice the trade occurred during a closed period without a clearance and was therefore in contravention of the Company’s share trading policy.

The circumstances of the trade have been investigated by the company with the full cooperation of Mr Perry. The purchase of shares during a closed period was an unintentional oversight by Mr Perry as Mr Perry had misunderstood and had been unaware that the Company was in a closed period.

The company views its share trading policy and compliance with the listing rules very seriously. The breach of the share trading policy by Mr Perry, albeit an unintentional breach, is also taken seriously. The matter has been taken up with the Company’s board of directors and Mr Perry apologises for the breach. In the circumstances no further action will be taken in relation to this breach of the Company’s share trading policy.

As additional compliance measures the Company will introduce an annual sign off by key management personnel that they are aware of, and understand, the Company's share trading policy and are in compliance with it. In addition, an internal communique will be also be distributed to all key management personnel upon entering/exiting a closed period.

Robert Anderson
Company Secretary

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

About Lachlan Star Limited

Lachlan Star Limited is a gold mining company headquartered in Perth, Western Australia. The Company is focused on optimizing free cash flow from its CMD Gold Mine in 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, a 100% interest in the Bushranger Copper Project in New South Wales (subject to Newmont earning 51%) and a 100% interest in the Princhester magnesite deposit in Queensland.

