

27 January 2011

EXPLORATION RESULTS

Lachlan Star Limited (Lachlan) is pleased to announce the following exploration result from the Toro deposit.

- **20 m at 2.3 g/t Au from 4 m down hole in TR 12**

A complete list of results is included in Table 1 at the end of this report.

Toro

Drilling has been targeted predominately at Manto mineralisation, with TR 12 returning 20 m at 2.3 g/t Au from 4 m down hole. This hole is immediately adjacent to the planned Toro 6 Pit, which is scheduled for production during 2011.

The exploration target¹ for the Toro deposit ranges from 13.3 Mt at 0.53 g/t Au to 21.2 Mt at 0.55 g/t Au.

Declan Franzmann (Executive Director) commented “this result is part of a broader strategy of targeting higher grade zones of near surface Manto mineralisation that can be incorporated into the mine plan in the near term. Resource estimation work for the Toro deposit is well advanced and we anticipate being able to expand our mining inventory with the addition of Toro. The higher grade, near surface nature of this mineralisation is encouraging and further drilling of this area is due to recommence in February.”

For and on behalf of the Board



Mick McMullen
Chairman

Table 1 –Exploration Results

| Toro | | | | | | | | |
|-------------|--------|--------|-------|---------|----------|--------|--------------|------------|
| Hole_ID | Grid_E | Grid_N | Dip | Grid_Az | From (m) | To (m) | Interval (m) | Gold (g/t) |
| TR 12 | 6,081 | 2,034 | -49.4 | 237.9 | 4.0 | 24.0 | 20.0 | 2.3 |
| | | | | | 92.0 | 93.0 | 1.0 | 1.4 |
| | | | | | 109.0 | 124.0 | 15.0 | 0.9 |
| | | | | | 141.0 | 142.0 | 1.0 | 1.2 |
| | | | | | 147.0 | 151.0 | 4.0 | 1.6 |

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, copper and bulk commodities sectors within Australia and overseas. 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 NSW and the Princhester magnesite deposit in QLD as well as a 26.2% holding in Luiri Gold Limited.

Lachlan Star has 3.2 billion shares on issue.

Directors and Management – Mick McMullen - Chairman
 Declan Franzmann - Executive Director
 Tom Duckworth - Director(non executive)
 Peter Babin - Director(non executive)

Visit: www.lachlanstar.com.au

Competent Persons Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled Mr Michael McMullen, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr McMullen is a 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

¹For the exploration targets, any statement referring to potential quantity and grade of the target is expressed as ranges. The potential quantity and grade is conceptual in nature, and there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource