

13 August 2018

APPOINTMENT OF KLAUS ECKHOF AS EXECUTIVE DIRECTOR

Lachlan Star Limited (“**Lachlan Star**” or the “**Company**”) is pleased to inform shareholders of the appointment of Mr Klaus Eckhof as an executive director of the Company.

Mr Eckhof is a geologist with more than 30 years experience identifying, exploring and developing mineral deposits around the world. After selling Spinifex Gold to Gallery Gold in 2001 he founded, in late 2003, Moto Goldmines, which acquired the Moto Gold Project in the DRC. There Mr Eckhof and his team raised over \$100 million and delineated more than 12 Moz of gold and delivered a feasibility study within four years from the commencement of exploration. Moto Goldmines was subsequently acquired by Randgold Resources for \$488m, who poured first gold in September 2013.

He and his team also facilitated the Tiger Resources Cu project acquisitions in the DRC and helped funding the initial exploration phase. The project is now since several years in production.

In 2012, Mr Eckhof and his team facilitated the acquisition of the Bisie Tin Project in the DRC by Alphamin Resources where within 4 years one of the highest grade Tin deposits in the world was drilled out and is now going into production. In 2017 he was instrumental of the acquisition of the Manono Tin Project in the DRC for AVZ Minerals which, following 18 months of drilling, confirmed as potentially one of the largest Li resources in the world.

Mr Eckhof is a director of Okapi Resources and AJN Resources, and former Executive Chairman of AVZ Minerals Ltd.

As part of the executive appointment to Lachlan Star, the Company will issue Mr Eckhof, subject to shareholder approval, with 80 million performance rights subject to the following hurdles:

1. 20,000,000 performance rights vesting upon the Company achieving a 20 day VWAP of 2.5c per share;
2. 20,000,000 performance rights vesting upon the Company achieving a 20 day VWAP of 4c per share;
3. 20,000,000 performance rights vesting upon the Company achieving a 20 day VWAP of 5c per share; and
4. 20,000,000 performance rights vesting upon the Company achieving a 20 day VWAP of 6.5c per share (**Performance Hurdles**).

The performance rights to be issued to Mr Eckhof will lapse if Mr Eckhof ceases to be involved with the Company prior to the achievement of the relevant Performance Hurdle.

Attached to this announcement is Mr Eckhof’s Appendix 3X.

For more information, please contact:

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Non-executive Chairman
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Appendix 3X

Initial Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity	Lachlan Star Limited
ABN	88 000 759 535

We (the entity) give ASX the following information under listing rule 3.19A.1 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	Klaus Eckhof
Date of appointment	13 August 2018

Part 1 - Director's relevant interests in securities of which the director is the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Number & class of securities
20,000,000 fully paid ordinary shares

+ See chapter 19 for defined terms.

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Appendix 3X
Initial Director's Interest Notice

Part 2 – Director's relevant interests in securities of which the director is not the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Name of holder & nature of interest Note: Provide details of the circumstances giving rise to the relevant interest.	Number & class of Securities
-	-

Part 3 – Director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	-
Nature of interest	-
Name of registered holder (if issued securities)	-
No. and class of securities to which interest relates	-

+ See chapter 19 for defined terms.

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