



Lachlan Star Limited (Administrators Appointed)

7 August 2015

COMPANY UPDATE

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Perth, Western Australia: Lachlan Star Limited ACN 000 759 535 (Administrators Appointed) ("Lachlan Star" or the "Company") (ASX: LSA).

We refer to our previous ASX announcements regarding the Voluntary Administration of the Company, and provide the following update.

Outcome of Second Meeting of Creditors

The Second Meeting of Creditors was held at the offices of KPMG, Level 8 235 St Georges Terrace, Perth, WA, 6000, on Friday 7 August 2015 at 9:30am. At the meeting, creditors of the Company resolved that the Company should execute a Deed of Company Arrangement ("DOCA") in accordance with the terms of a DOCA Proposal which was received by the Administrators providing for the recapitalisation of the Company with the objective of having its shares re-quoted on the ASX.

As contemplated in our previous announcement, the DOCA Proposal is conditional on (amongst other things) shareholder approval, and in this regard, a general meeting of shareholders will be convened in the next few months. Shareholders will receive a notice of the meeting accompanied by an Explanatory Memorandum in due course which will set out (amongst other matters) the terms of the DOCA Proposal.

Further updates will be provided to shareholders as matters develop, however should shareholders require any further information please contact Aidan Gordon of my office on +61 8 92637421, or alternatively via email to aidangordon@kpmg.com.au

Matthew Woods
Voluntary Administrator