ASX/Media Release

LACONIA Resources Limited

18 March 2015

Peru Operations and Company Update

Laconia Resources Limited (ASX Code: LCR) (**Laconia** or **the Company**) provides the following update for shareholders.

The Company is investigating all avenues for advancing it mineral assets, however, taking into consideration the protracted downturn and subdued sentiment for natural resources the Company has been strategically reviewing its entire tenement package both in Australia and Peru including joint venture agreements.

As part of this strategic review Laconia has given notice of termination on its option agreement[1] to acquire an 80% ownership interest in Sallka Uno y Dos S.A.C. (“SALLKA”) and Andes Exploration of Peru Numero Dos S.A.C. (“ANDES DOS”), the companies holding the 11 Licenses contiguous to Laconia’s 100% controlled Patacancha tenement package.

The Company’s Peruvian assets remain the four 100% owned permits covering 27.65 km^2 being an advanced copper-gold-silver project in the Ayacucho region of Southern Peru. The area lies on the Ccarhuaraso volcanic system that is proven to host high sulphidation epithermal copper, gold and silver.

Given limited funds available for meaningful exploration and the constraints in the capital markets attracting exploration investment, Laconia is actively pursuing options for funded opportunities to create shareholder value. These include opportunities both within and outside the resource sector. The opportunities sought will have funding in place and the ability to attract additional funding.

The Board will provide further updates to the market as these options are progressed.

ENDS

[1] Refer ASX release 26 March 2013

For further information please contact:

Ian Stuart

Managing Director

Laconia Resources

P: +61 8 9486 1599

E: istuart@laconia.com.au

www.laconia.com.au

About Laconia Resources Limited

ASX Listed Laconia Resources Limited (ASX: LCR) is a Perth-based precious and base metals exploration and development Company with a Latin American focus. The Company's flagship Kimsa Orcco Project in Peru is an advanced copper-gold-silver project in the Ayacucho region of Southern Peru, across four 100% Laconia Resources Ltd permits covering 27.65 km^{2}. .The area of lies on the Ccarhuaraso volcanic system that is proven to host high sulphidation epithermal copper, gold and silver.

In Western Australia, the Company has mineral projects across two granted tenements covering an approximate 98.7 km^2 in the Pilbara and Northern Gascoyne regions.