



ASX ANNOUNCEMENT

30 October 2014

Electronic lodgement

COMPANY SNAPSHOT

LODESTAR MINERALS LIMITED

ABN: 32 127 026 528

CONTACT DETAILS

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CAPITAL STRUCTURE

Shares on Issue:

324,526,157 (LSR)

Options on Issue:

9,975,000 (unlisted)
34,097,820 (listed - 31 Mar 2016)

ASX: LSR

PROJECTS

Peak Hill – Doolgunna:

Base metals, gold



LODESTAR COMMENCES DRILLING OF PRIORITY CONTESSA GOLD TARGETS

Drilling to target lode gold mineralisation within large gold system

Lodestar Minerals Limited (ASX:LSR) advises that drilling has commenced at the Contessa gold prospect, located within the Company's 100% owned Neds Creek tenements, located 170 kilometres north east of Meekatharra, Western Australia. Contessa lies within a 5 kilometre long gold anomaly overlying Archaean greenstone, within a major structural corridor, on the southern margin of the Marymia Inlier.

A staged drilling programme will test three priority targets in the Contessa area, the Gidgee Flats auger gold anomaly and extend regional geochemical drill sampling over areas of the prospective Archaean sequence concealed beneath cover (Figure 1 and see Lodestar's ASX announcement dated 9 September 2014).

- At Contessa, RC drilling will target primary gold mineralisation below the supergene mineralisation intersected in first-pass aircore drilling.
- Aircore drilling will test strike extensions to the Contessa mineralisation within a 2.1 kilometre, contiguous auger gold anomaly, including
 - Southwest of current Contessa drilling, in an area where numerous nuggets have been recovered and
 - Northeast of current Contessa drilling, targeting a 900 metre zone within the auger gold anomaly (defined as >9ppb gold with a maximum of 80ppb gold in a 6 metre composite sample).
- Aircore drilling will test the 500 metre long Gidgee Flats auger gold anomaly (defined as >9ppb gold with a maximum of 275ppb gold in a 5 metre composite sample).

In total, the program of aircore drilling comprises 45 holes for 3600 metres on 11 traverses and RC drilling comprises 5 holes on four sections for 1200 metres. First assay results from the drilling are expected to be available in early December.

Bill Clayton
Managing Director

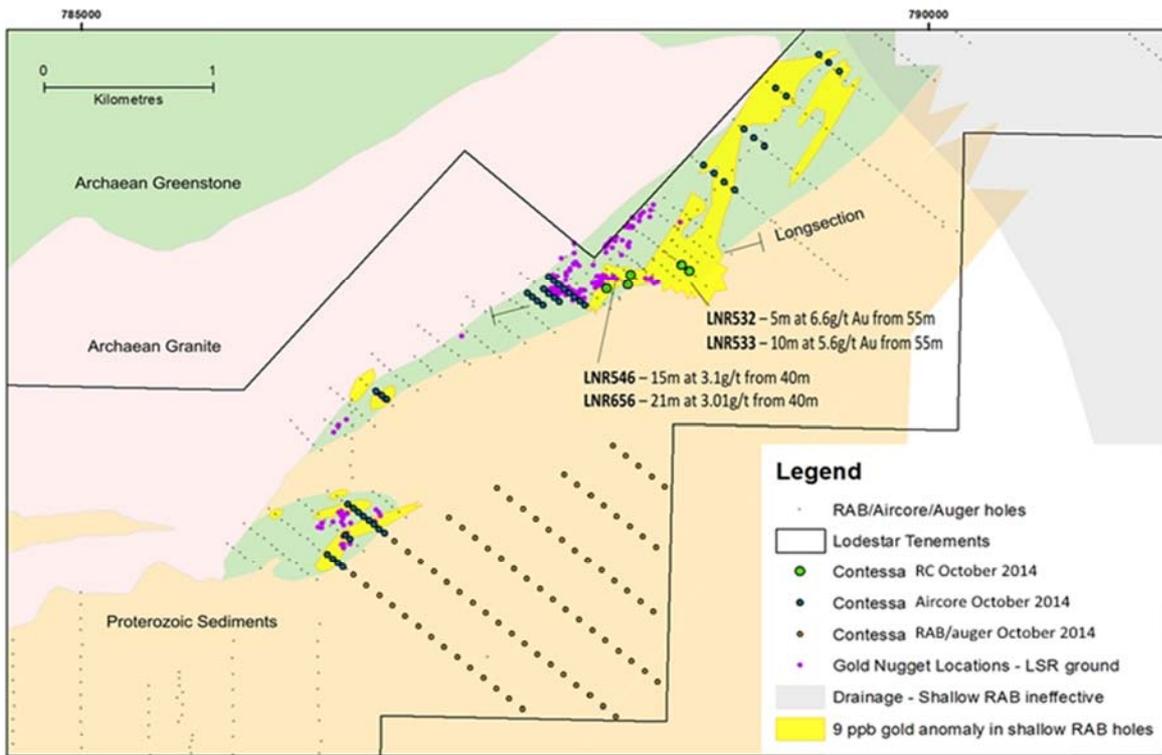
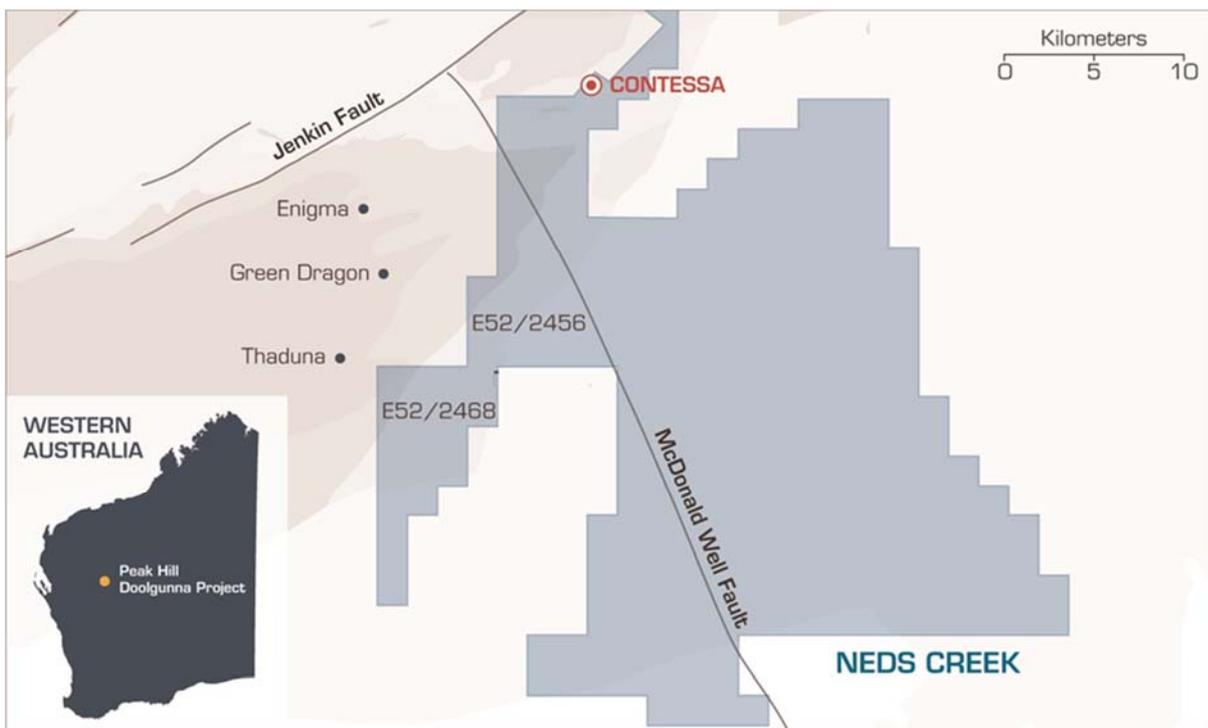


Figure 1 Location Plan - Contessa drill programme October 2014



Location Plan - Ned's Creek Tenements



Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Bill Clayton, Managing Director, who is a Member of the Australasian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Clayton is a full-time employee of the company. Mr Clayton consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

The information in this announcement that relates to previously released exploration results was disclosed under JORC Code 2012 in the ASX announcements dated 15 July 2014 "Contessa Gold Results and Ned's Creek Copper" and 9 September 2014 "Lodestar to commence deep drilling at Contessa". The announcements are available to view on the Lodestar website. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.