



LAGUNA RESOURCES NL

ASX Release

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JUNE 2010 QUARTERLY REPORT

HIGHLIGHTS:

➤ 1,420 metres of underground diamond drilling completed in 15 drillholes.

➤ Exceptional underground drill intersects of:

15 metres at 3.5 g/t gold equivalent in VC10-03, including 5 metres at 6.3 g/t gold equivalent

29 metres at 3.3 g/t gold equivalent in VC10-10, including 4 metres at 6.0 g/t gold equivalent

➤ Highlighted intercepts include:

VC10-01 3 metres at 4.7 g/t gold equivalent

VC10-05 12 metres at 2.2 g/t gold equivalent, including 3 metres at 5.9 g/t gold equivalent

VC10-07 3 metres at 4.3 g/t gold equivalent

VC10-10 (separate intersection) 3 metres at 3.8 g/t gold equivalent.

VC10-13 2.5 metres at 3.5 g/t gold equivalent

VC10-16 6 metres at 2.4 g/t gold equivalent, including 2 metres at 5.4 g/t gold equivalent

➤ Mine studies, including mine design, resource reserve modelling, environmental, metallurgical and geotechnical studies are progressing well at Arqueros.

➤ The Maricella Gold Project (450 hectares) was acquired through an option agreement resulting in an increased land holding in the highly productive Southern Maricunga.

➤ The Cachitos Gold Project (1,900 hectares) is being positioned for re-commencement of field activities in the Spring (September).

ARQUEROS GOLD PROJECT

EXPLORATION PROGRAMME

The surface drilling programme commenced in late November 2009 and was completed in mid February after 8,398 metres of reverse circulation drilling in 43 holes and 840 metres of diamond drilling in 8 holes for geotechnical information. The Company has subsequently completed 1,420 metres of underground diamond drilling in 15 drillholes. The objective of the underground programme was to

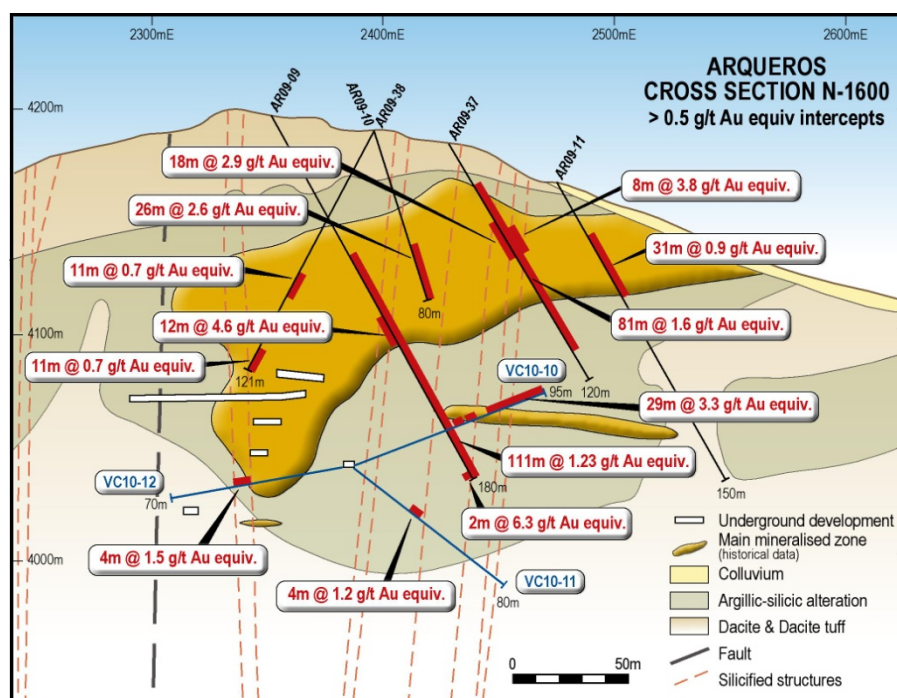


Location of Laguna Resources' gold projects in Northern Chile

verify results of historical underground drilling in the gold domain and extend the current resource base.

Drilling from surface demonstrated the continuity of grade and extent of the silver domain and reconciliation with the large historical data base has already commenced and is making considerable positive progress.

Figure 1. Cross-section N1600 with surface and underground drilling

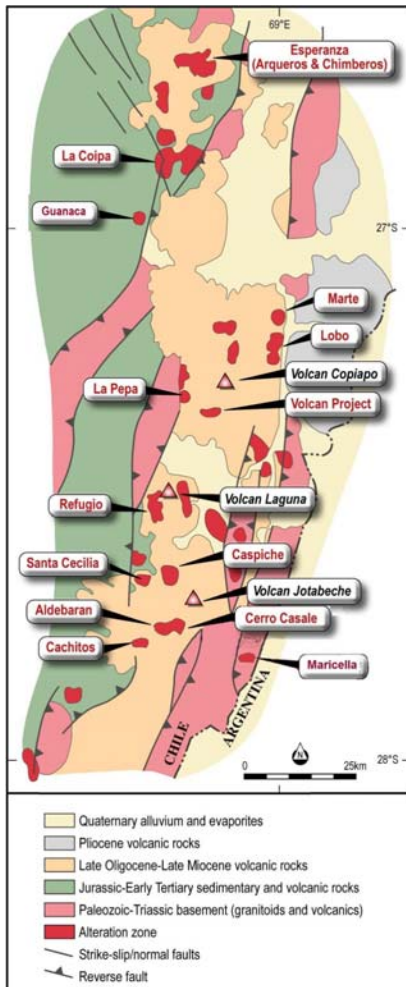


Reverse circulation assay results have been tabulated are shown on Table 1, with details presented on Table 4.

Table 1. Intersections >0.5 g/t gold equivalent (AuEQ60)

Drillhole	Intersection, metres			Grade, g/t		
	From	To	Length	Gold	Silver	Gold equivalent
AR09-03	248	285	37	0.13	71	1.31
.. includes	262	274	12	0.20	151	2.71
AR09-05	248	261	13	0.02	206	3.45
.. includes	257	261	4	0.03	422	7.07
AR09-06	159	185	26	0.01	68	1.14
includes	178	181	3	0.01	232	3.88
AR09-07	103	118	15	0	106	1.78
.. includes	103	109	6	0	184	3.09
AR09-08	130	139	9	0.05	37	0.68
AR09-09	67	178	111	0.51	43	1.23

The Maricunga Gold Belt is a 200 km long belt of Early to Middle Tertiary andesite to rhyolite volcanic centres controlled by north-south and northeast trending regional structures, overlying older sedimentary and volcanic rocks of Mesozoic and Paleozoic age. These complexes host a large number of epithermal and porphyry gold deposits, with at least 90 Moz gold equivalent resources of discovered and published since 1980, including two operating mines, Refugio and La Coipa, which produced 465,000 oz gold equivalent in 2009. Laguna Resources NL is developing the Arqueros Gold Project in the northern section of the belt, and has an option over Cachitos in the southern section.



.. includes	96	107	12	2.44	127	4.56
...includes	175	177	2	5.59	41	6.27
AR09-10	54	80	26	0.20	89	1.67
includes	62	68	6	0.80	220	3.84
AR09-11	16	20	4	0.60	1	0.63
	28	59	31	0.03	52	0.91
AR09-12	73	97	24	1.28	22	1.64
...includes	95	97	2	6.34	14	6.56
AR09-13	34	45	11	0.69	10	0.86
AR09-16	40	58	18	2.76	4	2.83
...includes	45	49	3	7.12	8	7.26
AR09-20	38	55	17	0.25	42	0.96
...includes	44	49	5	0.76	44	1.50
AR09-21	36	72	36	0.27	55	1.18
AR09-22	34	62	28	0.02	70	1.19
AR09-24	316	34	34	0.15	77	1.43
includes	339	344	5	0.10	286	4.86
AR09-29	300	320	20	0.06	55	0.97
AR09-30	291	303	12	0.05	37	0.67
AR09-31	181	219	36	0.02	50	0.85
AR09-34	27	49	22	0.07	32	0.60
AR09-37	23	104	81	0.58	63	1.63
includes	50	58	8	1.18	157	3.80
	90	98	8	0.22	110	2.05
AR09-38	75	86	11	0.01	39	0.66
	105	116	11	0.12	33	0.67
AR09-39	92	101	9	0.01	47	0.79

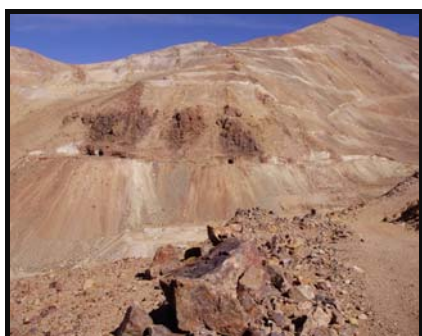
Underground drilling commenced in late February 2010, and was completed by mid April with a total of 1,420 metres drilled in 15 diamond NQ drillholes. This programme tested the gold mineralisation that occurred in vertical structures which drape down from the main silver mineralised horizon, as well as to verifying historical drilling performed on the gold domain.

Underground drilling assay results have been tabulated are shown on Table 2, with details presented on Table 5.

Table 2. Underground DDH intersections (AuEQ60)



RC drilling at Arqueros Sur



Underground portals through outcropping mineralisation



Underground diamond drilling

Drillhole	Intersection, metres			Grade, g/t		
	From	To	Length	Gold	Silver	Gold equivalent
VC10-01	105	110	5	0.05	71	1.24
	116	125	10	1.25	56	2.18
	147	156	9	2.06	16	2.33
.. includes	153	156	3	4.37	18	4.67
	163	166	3	0.56	32	1.09
VC10-02	125	131	6	0.99	13	1.21
VC10-03	14.5	29	15	3.26	13	3.48
.. includes	22	27	5	5.96	18	6.26
VC10-04	42	74	32	0.01	34	0.58
VC10-05	90	102	12	1.91	14	2.15
.. includes	93	96	3	5.71	10	5.89
VC10-06	27	29	2	0.42	16	0.69
	34	38	4	1.29	14	1.52
VC10-07	24	36	12	0.36	44	1.08
	72	79	7	Nd	45	0.75
	81	92	11	1.57	23	1.96
.. includes	83	86	3	3.80	30	4.30
VC10-10	42	44	3	3.01	46	3.77
	53	55	2	0.31	64	1.37
	63	68	5	0.33	48	1.13
	71	100	29	0.97	142	3.34
.. includes	74	91	17	1.60	172	4.47
VC10-11	26	30	4	0.79	26	1.22
VC10-12	35	38	4	1.16	22	1.53
VC10-13	4	7	3	0.23	28	0.70
	18	20	2	0.23	21	0.58
	24	27	2.5	1.69	107	3.47
VC10-14	17	19	2	0.39	18	0.68
VC10-15	0	1	1	1.00	13	1.22
	18	19	1	0.81	13	1.03
VC10-16	0	3	3	0.75	7	0.87
	50	56	6	2.26	6	2.35
.. includes	53	55	2	5.29	7	5.41



Mineralised lapilli tuff from the silver domain (mantos)

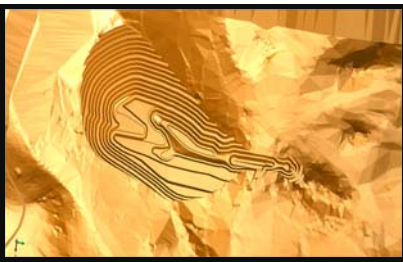
Underground drilling successfully tested the gold domain, confirming the presence of extensive mineralisation as well as high grade pods in the gold bearing structures.

The data from the reverse circulation and drilling campaign is being processed and interpreted, with historical information for an upgrade of the current JORC resource.

Exploration Highlights of the Arqueros Gold Project:

- JORC Inferred Resource of 783,000 oz gold equivalent at 1.5 g/t gold equivalent. (0.5 g/t gold equivalent cut off grade) announced on 4 November 2009. An upgrade of this resource is expected in the third quarter 2010.
- Surface and underground drilling completed, generating exceptional results, consistent with historical data and showing significant opportunities for growth in the resource base.
- Mine studies, including mine design, resource modelling, metallurgical characterisation, environmental and geotechnical studies are in progress.
- The project is on target to generate sufficient resources to support a 100,000 oz pa gold equivalent open cut mine.

CACHITOS GOLD PROJECT



Conceptual pit at Arqueros

Following due diligence on the geology and mineral title, the Company signed an option agreement to acquire the Cachitos Gold Project in the first quarter 2010. Subsequent activity has included the preparation for the commencement of intensive field activities in the Spring (September). Geological mapping, geochemistry and geophysics (IP/resistivity and magnetic is planned, to define targets for drilling in early 2011).

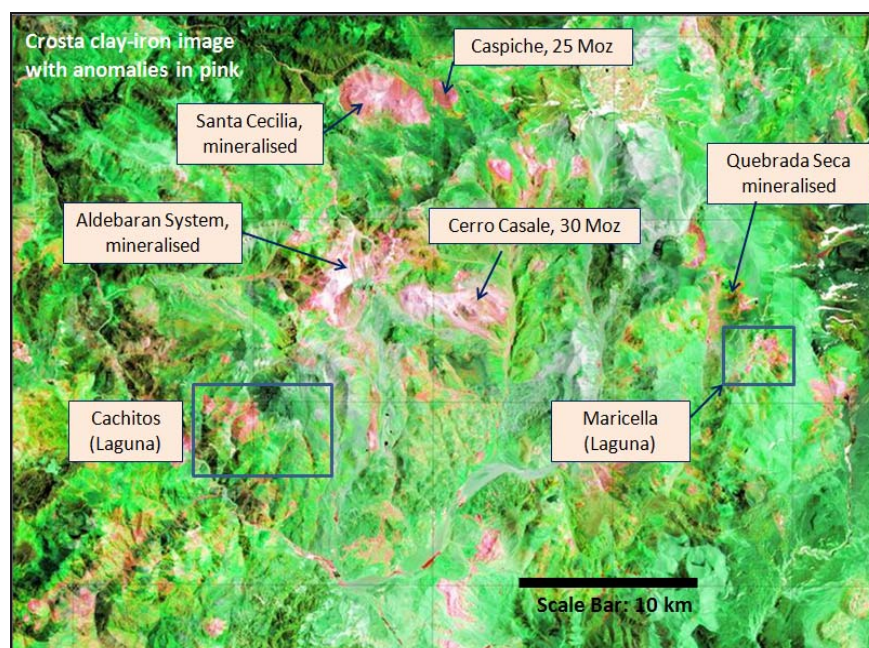
The acquisition of the Cachitos Gold Project is an expansion of Company activities in the Maricunga Gold Belt, which now includes the Maricella Gold Project.

The target at Cachitos is multi million ounce gold mineralisation hosted in hydrothermal breccias pipes, veins and stockworks, related to the Nevado de Aguas Blancas volcanic system, highlighted as a prominent clay iron alteration anomaly on Landsat thematic maps (Figure 2).



Gold-bearing hydrothermal breccia at Cachitos

Figure 2. Processed Landsat image (Crosta clay-iron) of Southern Maricunga showing Cachitos, Maricella and other major deposits. The “pink” zones are alteration systems. Many are gold-bearing.



MARICELLA GOLD PROJECT

Maricella is an advanced exploration project located 17km east of Cerro Casale (40 Moz gold equivalent) and 20 km SE of Caspiche (30 Moz gold equivalent); on the same structure as these major deposits, and in the same zone and access route as the Cachitos Gold Project (30 km to the south west).

Highlights of Maricella:

- 450 hectares in the Southern Maricunga, 17 km to east of Cerro Casale and 30 km north east of Cachitos.
- Porphyry gold, with 5 Moz gold exploration target, comprising 150 Mt at 1.0 g/t gold equivalent in an open pitable resource.
- Gold mineralisation established in extensive reverse circulation intersections but not comprehensively explored.
- An extensive hydrothermal alteration zone located on the same circular geological structure as Cerro Casale, Caspiche and the Company’s Cachitos project.

The Maricella mineralisation is marked by a prominent 800 x 800 metre gold anomaly over a well defined hydrothermal alteration zone. Previous work includes 4.5 km of trenching and road cuts and eight reverse circulation drillholes. Trenches displayed continuous mineralisation laterally up to 648 metres on surface. Drilling (2,328

metres) penetrated centre of the alteration zone, and generated intersections 50 to 250 metres from surface at grades of 0.3 to 0.7 g/t gold, with the best intersection 118 metres at 0.68 g/t gold. Copper is present, and is considered a prime target for grade enhancement with depth, an important factor in grade at Cerro Casale and Caspiche.

Table 3. Historical drill intercepts show mineralisation extending from surface is deep-seated and remains open with depth

Hole	From	To	Intercept	Gold	Copper	Gold EQ
	metres			g/t	ppm	g/t
MRC01	surface	200	200	0.28	507	0.37
	surface	58	58	0.44	619	0.55
MRC02	surface	130	130	0.40	1347	0.63
	surface	74	74	0.58	1233	0.79
MRC03	surface	96	96	0.42	777	0.55
	4	52	48	0.54	1160	0.74
MRC04	surface	246	246	0.33	594	0.44
	surface	124	124	0.48	746	0.61
MRC05	surface	138	138	0.30	404	0.37
	50	92	42	0.42	501	0.50
MRC06	100	276	176	0.60	1267	0.82
	156	274	118	0.68	1453	0.94
MRC07	Surface	46	46	0.59	1006	0.76
MRC08	4	50	48	0.61	987	0.79

These grades are consistent with grades at Cerro Casale (1,874 Mt at 0.51 g/t gold and 0.21% copper) and Caspiche (1,473 Mt at 0.51 g/t gold and 0.20% Cu), characterised by long mineralised intersections which increase in grade with depth. Maricella has the potential to host similar mega-ounce mineralisation as those deposits.

The immediate focus of exploration is to test the system for large scale mineralisation. Exploration work planned includes validation of the geology, re-sampling of road cuttings and trench cuts, geophysics (IP/resistivity and magnetics) for drill target generation, followed by 2,000 metres of deep drilling to test the extent of mineralisation and potential for higher grade zones.

Nick Lindsay
Managing Director

Dr Nicholas Lindsay is a Member of the Australian Institute of Mining and Metallurgy and 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Lindsay is the Managing Director of Laguna Resources NL and consents to the inclusion in this release of the matters based on his information and information presented to him in the form and context in which it appears.

CONSENT

The Mineral Resource has been estimated by Mr P Ball (Director of DataGeo Geological Consultants) from information provided by Laguna Resources NL and its agents. Mr Ball is a member of the Australian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation under consideration to qualify as a competent person as defined in the 2004 edition of the "Australian Code of Reporting of exploration results,

mineral resources and ore reserves". Mr Ball consents to the inclusion of the mineral resource estimate in the form and context in which it appears based on the information presented to him.

DISCLAIMER

This release contains certain **forward-looking statements**. These forward-looking statements are based on management's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, some of which are outside the control of Laguna Resources N, which could cause actual results to differ materially from such statements.

The **Exploration Target** presented for Arqueros is 1 to 2 million gold equivalent ounces of potential gold-silver mineralisation grading between 1.5 and 2.0 g/t gold equivalents. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource under the JORC Code and it is uncertain if further exploration will result in the determination of a Mineral Resource.

The **Exploration Target** presented for Cachitos is 2 to 4 million gold equivalent ounces of potential gold-silver mineralisation grading between 1.0 and 1.5 g/t gold equivalents. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource under the JORC Code and it is uncertain if further exploration will result in the determination of a Mineral Resource.

The **Exploration Target** presented for Maricella is 5 million gold equivalent ounces of potential gold mineralisation grading about 1.0 g/t gold. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a Mineral Resource under the JORC Code and it is uncertain if further exploration will result in the determination of a Mineral Resource

Gold equivalence with respect to Arqueros (AuEQ60) is estimated as $AuEQ60 = Au + (Ag * EQ60)$, where Au = gold content, Ag = silver content and EQ = equivalence factor, which is calculated as the ratio of gold price to silver price * ratio of gold metallurgical recovery to silver metallurgical recovery. $EQ60 = PAu/PAg * RAu/RAg = 60$, based on long-range prices of gold at US\$900/oz & silver US\$17.5/oz, and recoveries of gold at 90% and silver at 80% respectively.

Gold equivalence with respect to Maricella (AuEQ) is estimated as $AuEQ = Au + Cu * EQ$, where Au = gold content, Cu = copper content and EQ = equivalence factor, which is calculated as the ratio of copper price (per gram) to gold price (per gram) * ratio of copper metallurgical recovery to gold metallurgical recovery assumed here at 100% each. $EQ = PCu/PAu * RCu/RAu = 0.000173$, based on long-range prices of gold at US\$900/oz & copper US\$5000/t.

Table 4. Summary of results from reverse circulation holes drilled and assayed from Arqueros.

Drill Hole	ARQUEROS Sector	Section	Total Metres	Collar coordinates, metres			Azimuth (°)	Dip. (°)	Intersection, metres			Grades, g/t		
				North	East	Elevation			From	To	Length	Gold	Silver	Gold equivalent
AR09-01	SUR	N-900	330	7,050,900	482,070	4377	90	-80	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-02	SUR	N-1000	317	7,051,000	482,082	4365	90	-80	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-03	SUR	N-1100	380	7,051,100	482,077	4364	90	-70 <i>includes</i>	248	285	37	0.13	71	1.31
									262	274	12	0.20	151	2.71
									300	304	4	0.32	19	0.63
AR09-04	SUR	N-1100	235	7,051,100	482,200	4321	90	-70	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-05	SUR	N-1200	261	7,051,200	482,085	4350	90	-65 <i>includes</i>	248	261	13	0.02	206	3.45
									257	261*	4	0.03	422	7.1
AR09-06	SUR	N-1400	224	7,051,405	482,190	4260	90	-63 <i>includes</i>	159	185	26	0.01	52	0.87
									178	181	3	0.01	233	3.88
AR09-07	SUR	N-1400	126	7,051,400	482,435	4241	90	-70 <i>includes</i>	103	118	15	0	106	1.78
									103	109	6	0	184	3.09
AR09-08	SUR	N-1500	180	7,051,492	482,220	4220	90	-60	130	139	9	0.05	37	0.68
AR09-09	SUR	N-1600	180	7,051,608	482,353	4192	90	-65 <i>Includes or includes</i>	67	178	111	0.51	43	1.23
									89	110	21	1.69	101	3.38
									96	107	12	2.44	127	4.56
									175	177	2	5.59	41	6.27
AR09-10	SUR	N-1600	80	7,051,598	482,395	4190	90	-75 <i>includes</i>	54	80	26	0.20	89	1.67
									62	68	6	0.10	220	3.84
AR09-11	SUR	N-1600	150	7,051,600	482,476	4166	90	-45	16	20	4	0.60	1.4	0.63
									28	59	31	0.03	52	0.91
AR09-12	SUR	N-1700	97	7,051,682	482,320	4148	90	-63 <i>includes</i>	73	97	24	1.28	22	1.64
									95	97*	2	6.34	14	6.56
AR09-13	NORTE	N-2100	101	7,052,137	482,432	4151	90	-60	34	45	11	0.69	10	0.86

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Note: * Mineralisation not closed off

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Drill Hole	ARQUEROS Sector	Section	Total Metres	Collar coordinates, metres			Azimuth (°)	Dip. (°)	Intersection, metres			Grades, g/t		
				North	East	Elevation			From	To	Length	Gold	Silver	Gold equivalent
AR09-14	NORTE	N-2000	105	7,052,005	482,322	4085	90	-60	2	9	7	0.66	3	0.71
									58	66	8	0.66	3	0.72
AR09-15	NORTE	N-1900	250	7,051,905	482,297	4064	90	-60	2	4	2	0.52	4	0.59
									141	142	1	0.62	7	0.74
									235	236	1	0.28	31	0.80
AR09-16	SUR	N-1800	150	7,051,796	482,294	4078	90	-65 <i>includes</i>	40	58	18	2.76	4	2.83
									45	49	3	7.12	8	7.26
									109	112	3	0.63	9	0.80
AR09-17	NORTE	N-2100	37	7,052,137	482,428	4150	90	-65	Hole abandoned					
AR09-18	NORTE	N-2100	160	7,052,137	482,422	4151	270	-65	88	98	10	0.57	15	0.82
AR09-19	NORTE	N-2200	110	7,052,223	482,440	4165	270	-65	68	74	7	0.26	22	0.63
AR09-20	NORTE	N-2200	80	7,052,221	482,439	4165	90	-70	38	55	17	0.25	42	0.96
AR09-21	NORTE	N-2300	150	7,052,288	482,463	4163	270	-65	36	72	36	0.27	55	1.18
									97	100	3	0.16	50	1.00
AR09-22	NORTE	N-2300	150	7,052,289	482,470	4163	90	-60 <i>includes</i>	34	62	28	0.02	70	1.19
									41	44	3	0.02	131	2.20
									71	79	8	0.18	23	0.56
AR09-23	SUR	N-900	277	7,050,900	481,976	4410	90	-80	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-24	SUR	N-800	350	7,050,800	481,933	4433	90	-80 <i>includes</i>	316	347	34	0.15	77	1.43
									339	344	5	0.10	286	4.86
AR09-25	SUR	N-700	338	7,050,700	481,940	4429	90	-85	307	314	7	0.11	42	0.81
AR09-26	SUR	N-600	362	7,050,600	482,452	4425	270	-65	359	361	2	1.10	5	1.18
AR09-27	SUR	N-600	350	7,050,590	482,040	4392	270	-65	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-28	SUR	N-500	400	7,050,496	481,987	4418	270	-65	Mineralisation absent or less than 0.5 g/t Au equivalent					

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Drill Hole	ARQUEROS Sector	Section	Total Metres	Collar coordinates, metres			Azimuth (°)	Dip. (°)	Intersection, metres			Grades, g/t		
				North	East	Elevation			From	To	Length	Gold	Silver	Gold equivalent
AR09-29	SUR	N-700	338	7,050,700	481,935	4429	270	-80	300	320	20	0.06	55	0.97
AR09-30	SUR	N-800	317	7,505,800	482,018	4398	90	-80	291	303	12	0.05	37	0.67
AR09-31	SUR	N-1300	222	7,051,300	482,208	4306	90	-75	181	219	36	0.02	50	0.85
AR09-32	NORTE	N-2300	130	7,052,300	482,408	4144	270	-65	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-33	NORTE	N-2100	0	7,052,135	482,463	4128	0	-90	Not drilled					
AR09-34	NORTE	N-2400	80	7,052,400	482,460	4148	90	-60	27	49	22	0.07	32	0.60
AR09-35	NORTE	N-2400	70	7,052,400	482,452	4148	270	-70	51	53	2	0.65	29	1.13
AR09-36	SUR	N-1400	107	7,051,400	482,020	4243	90	-70	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-37	SUR	N-1500	120	7,051,500	482,085	4181	90	-65	23	104	81	0.58	63	1.63
								<i>includes</i>	50	58	8	1.18	157	3.80
									90	98	8	0.22	110	2.05
AR09-38	SUR	N-1600	121	7,051,600	482,155	4148	90	-70	75	86	11	0.01	39	0.66
									105	116	11	0.12	33	0.67
AR09-39	SUR	N-1700	130	7,051,700	482,163	4107	90	-70	92	101	9	0.01	47	0.79
AE09-40	SUR	N-1500	251	7,051,503	482,086	4184	90	-65	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-41	SUR	N-1700	174	7,051,600	482,400	4217	270	-60	75	87	12	0.07	25	0.50
AR09-42	SUR	N-1500	180	7,051,500	482,460	4203	270	-70	Mineralisation absent or less than 0.5 g/t Au equivalent					
AR09-43	SUR	N-1400	133	7,051,400	482,435	4243	270	-75	Mineralisation absent or less than 0.5 g/t Au equivalent					

Table 5. Summary of results from underground diamond drillholes (NQ) drilled and assayed from Arqueros.

Drill Hole	ARQUEROS Sector	Section	Total Metres	Collar coordinates, metres			Azimuth (°)	Dip. (°)	Intersection, metres			Grades, g/t		
				North	East	Elevation			From	To	Length	Gold	Silver	Gold equivalent
VC10-01	SUR	N-1300	180	7,051,297	482,226	4045	90	17	105	110	5	0.05	71	1.24
									116	125.7	9.7	1.25	56	2.18
									147	156	9	2.06	16	2.33
									153	156	3	4.37	18	4.67
									163	166	3	0.56	32	1.09
VC10-02	SUR	N-1300	160	7,051,296	482,226	4045	90	-13	125.3	131	5.7	0.99	13	1.21
VC10-03	SUR	N-1300	60	7,051,296	482,226	4045	270	-30	14.5	29.2	14.7	3.26	13	3.48
									22	27	5	5.96	18	6.26
									22	24	2	7.55	20	7.88
									25.5	27	1.5	7.09	19	7.40
VC10-04	SUR	N-1400	74	7,051,392	482,276	4047	100	21	42	73.8	31.8	0.01	34	0.58
VC10-05	SUR	N-1400	125	7,051,392	482,279	4047	100	-5	90	102	12	1.91	14	2.15
									93	96.1	3.1	5.71	10	5.89
VC10-06	SUR	N-1400	101	7,051,392	482,279	4047	280	-30	27.3	29	1.7	0.42	16	0.69
									34	38	4	1.29	14	1.52
VC10-07	SUR	N-1500	140	7,051,487	482,328	4051	105	13	24	36	12	0.36	44	1.08
									72	79	7	nd	45	0.75
									81	92	11	1.57	23	1.96
									83	86	3	3.80	30	4.30
VC10-08	SUR	N-1500	n.d.	7,051,488	482,326	4047	90	-15	Abandoned					
VC10-09	SUR	N-1500	17	7,051,490	482,323	4049	286	-27	Mineralisation absent or less than 0.5 g/t Au equivalent					

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Drill Hole	ARQUEROS Sector	Section	Total Metres	Collar coordinates, metres			Azimuth (°)	Dip (°)	Intersection, metres			Grades, g/t		
				North	East	Elevation			From	To	Length	Gold	Silver	Gold equivalent
VC10-10	SUR	N-1600	100	7,051,597	482,388	4040	91	33	42	44	3	3.01	46	3.77
									53	55	2	0.31	64	1.37
									63	68	5	0.33	48	1.13
									71	100	29	0.97	142	3.34
									73.8	91	17.2	1.60	172	4.47
							<i>includes or</i>	73.8	78	4.2	2.35	217	5.98	
VC10-11	SUR	N-1600	80	7,051,592	482,383	4042	90	-25	26	30	4	0.79	26	1.22
VC10-12	SUR	N-1600	71	7,051,597	482,381	4037	277	-10	35	38	4	1.16	22	1.53
VC10-13	SUR	N-1700	61	7,051,689	482,401	4051	89	21	4	7	3	0.23	28	0.70
									18	20	2	0.23	21	0.58
									24	27	2.5	1.69	107	3.47
VC10-14	SUR	N-1700	56	7,051,689	482,401	4049	90	-41	17	19	2	0.39	18	0.68
VC10-15	SUR	N-1700	95	7,051,689	482,394	4050	269	-5	0	1	1	1.00	13	1.22
									18	19	1.2	0.81	13	1.03
VC10-16	SUR	N-1700	100	7051689	482,395	4049	270	-30	0	3	3	0.75	7	0.87
									50	56	6.3	2.26	6	2.35

Gold equivalence (AuEQ60) is estimated as $AuEQ60 = Au + (Ag * EQ60)$, where Au = gold content, Ag = silver content and EQ = equivalence factor, which is calculated as the ratio of gold price to silver price * ratio of gold metallurgical recovery to silver metallurgical recovery. $EQ60 = PAu/PAG * RAu/RAg = 60$, based on long-range prices of gold at US\$900/oz & silver US\$17.5/oz, and recoveries of gold at 90% and silver at 80% respectively