

19 November 2009

Dear Shareholder

Non-Renounceable Entitlement Issue

On 17 November 2009, the Company announced to ASX Limited (**ASX**) the details of a non-renounceable entitlement issue of approximately 361,893,725 Shares at an issue price of 1.5 cents each, on the basis of one (1) share for every two (2) shares held by shareholders registered at 5pm (WST) on 26 November 2009, to raise approximately \$5,428,406 (**Offer**).

The prospectus relating to this Offer (**Prospectus**) has been lodged with the ASX and is available on the ASX website at www.asx.com.au for inspection. A copy of the Prospectus is also available on the Company's website at www.lagunaresources.com and will be sent to shareholders on or about 1 December 2009.

Key Dates

The proposed timetable for the Entitlement Issue is as follows:-

Lodgment of Prospectus and Appendix 3B with ASIC and ASX	17 November 2009
Notice sent to Shareholders	19 November 2009
Ex Date	20 November 2009
Record Date for determining Shareholder entitlements	26 November 2009
Prospectus dispatched to Shareholders	1 December 2009
Closing Date of Offer	15 December 2009
Securities quoted on a deferred settlement basis	16 December 2009
Notify ASX of under-subscriptions	17 December 2009
Dispatch date/Shares entered into Shareholders' security holdings	18 December 2009

These dates are subject to change and are indicative only.

Subject to the Listing Rules, the Directors reserve the right to extend the Closing Date for the Offer at their discretion. Should this occur, the extension will have a consequential effect on the anticipated date of issue for the new shares and options.

Use of Funds

The Company intends to apply the funds raised from the Offer towards:

Proceeds of the Offer	\$
Exploration and Development Drilling Arqueros Gold Project (including conceptual mine planning and process design, site planning, infrastructure planning and basic engineering)	3,200,000
Metallurgical Test Work	120,000
Feasibility Study	600,000
Mine Permitting	120,000
Evaluation and Potential Acquisition of New Projects	250,000
Working Capital	783,406
Expenses of the Offer	355,000
Total	\$5,428,406

The use of funds set out above is a "best estimate" only. It is important to recognise that the use of funds may be subject to change in line with results, circumstances and other opportunities.

Yours sincerely



Nicholas Lindsay
Managing Director
LAGUNA RESOURCES NL