



Kingsgate

Consolidated Limited

ABN 42 000 837 472

16 February 2011

Via ASX Online
(1 page)

Manager
Company Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

Offer for Laguna closes with Kingsgate firmly in control

Kingsgate Consolidated Ltd (ASX: KCN) ("Kingsgate") announces that its unconditional takeover offer ("Offer") for Laguna Resources NL (ASX: LRC) ("Laguna") closed at 5.00pm (WST) on Tuesday 15 February, 2011. At the time of the Offer closing, Kingsgate had obtained a relevant interest in 69.84% of Laguna's ordinary shares.

"We are very pleased to have had the clear support of Laguna's shareholders and we look forward to working with the current management team at Laguna," Kingsgate Managing Director, Mr Gavin Thomas, said.

"We will now focus Kingsgate's strong financial resources and technical and development expertise on progressing the feasibility study for the Arqueros silver and gold project in Chile", he said.

Kingsgate Chairman, Mr Ross Smyth-Kirk, said "whilst it would have been preferable to have achieved 100% ownership of Laguna, we will continue to work in the interests of all shareholders and look forward to keeping the market informed as the Arqueros project advances".

As described in Section 6.6 of the Bidder's Statement in relation to the Offer, Kingsgate will now, through its nominees on the Laguna Board, propose certain corporate actions, including a review of Laguna's assets and operations and consideration of the financing needed to fund the forward work programs of Laguna.

Kingsgate welcomes onto its register those Laguna shareholders who accepted the Offer and is looking forward to consolidating its position as the preferred ASX listed mid-tier gold producer.

Yours faithfully,
KINGSGATE CONSOLIDATED LIMITED

GAVIN THOMAS
Managing Director & CEO