

ASX Release

Monday, 9 February 2009

PRO-RATA RIGHTS ISSUE OF OPTIONS

*** PROSPECTUS AND ENTITLEMENT FORMS HAVE BEEN DISPATCHED.**

Further to the ASX announcement on 20th January 2009 of Morning Star Gold's Pro-Rata (1:1) Non-Renounceable Rights Issue of Options to shareholders as at the Record Date of 4th February 2009, we confirm that the Prospectus to the Rights Issue and personalised Entitlement and Acceptance Forms have been dispatched to all eligible shareholders via Australia Post.

The prospectus is also available for perusal on our Company website via the following web link:

http://www.morningstargold.com.au/asx_releases/latest.phtml

Further information can be obtained via email at: info@morningstargold.com.au

Yours Sincerely,
Nick Garling
MD / CEO
Morning Star Gold NL

E-Alerts on MCO can be subscribed to via our website.