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East Laverton Property:

- Gold
- Nickel
- Project Dragon (Nickel JV)

Pine Creek Property:

- Blue Thunder Gold Project
- White Strike Uranium Project

14 February 2012

GOLDEN DRAGON – MAJOR NEW GOLD TREND

HIGHLIGHTS

- **Major new gold trend – Golden Dragon - identified at East Laverton**
- **Located in unexplored area within a prominent greenstone domain**
- **Strike length of 15km along an extensional shear zone**
- **Soil sampling establishes a 5km gold anomaly with the remainder of the strike length to be tested in 2012**

GOLDEN DRAGON – A SIGNIFICANT NEW PROSPECT

Australian gold and nickel focused explorer, St George Mining Limited (**ASX: SGQ**) (**'St George Mining'** or **'the Company'**) is pleased to announce the identification of a major new gold trend at its 100% owned East Laverton Property in the NE Goldfields region of Western Australia.

The **Golden Dragon** gold trend has been confirmed by the Company following a multi-element MMI ("mobile metal ion") soil geochemical survey focused on an area to the east of the major Minigwal Fault. The 2011 regional MMI survey was an extension to a previous geochemical survey, which identified the Red Dragon gold target - a discrete gold anomaly in the NE corner of the survey grid.

The MMI survey completed in 2011 confirms an anomalous gold zone that extends for approximately 5 km of strike and remains open to the north. This gold anomaly defines the southern end of the Golden Dragon gold trend. The total strike length of the Golden Dragon gold trend is inferred to be approximately 15 km, of which only a third has been tested.

Tim Hronsky, Technical Director of St George Mining said: "The Golden Dragon Trend is by far the largest and most visible gold target we have identified to date. The prominent nature of this gold target appears to be related to a highly favourable structural setting, occurring within a lower metamorphic-grade greenstone environment, similar to the Laverton area to the east.

We are very excited about pursuing this new gold target, which is in an area where no known gold exploration has occurred.”

The greenstone basement rocks in the Eastern Greenstone Domain of the East Laverton Property occur at shallower depths compared to those in the Western Gneiss Domain and overall resemble a geological setting more similar with that of the established and prolific gold producing Laverton region.

BACKGROUND TO THE DISCOVERY OF GOLDEN DRAGON

Exploration Strategy

St George Mining has undertaken a focused regional exploration programme at its East Laverton Property over the past 18 months. Multi-element MMI soil geochemical sampling (500m grid) has been used to survey a total area of 1,046 sq km, resulting in the discovery of several anomalous gold zones.

The 2010 MMI survey identified the highly anomalous gold systems at Desert Dragon and Balmoral. These systems are located to the west of the Minigwal Fault in the Western Gneiss Domain of the East Laverton Property. These shear zone hosted systems have large geochemical footprints indicative of concealed gold mineralisation. Desert Dragon and Balmoral were the focus of the 2011 drilling program, with assay results pending.

The 2011 MMI survey focused on a prospective area to the east of the Minigwal Fault, in the Eastern Greenstone Domain of the East Laverton Property. No known gold exploration has been undertaken in this area.

Golden Dragon – Technical Information

A review of the gold anomaly at Golden Dragon was conducted using available geochemical, geophysical and exploration data. The anomalous gold zone appears to correlate with a strongly demagnetised zone that matches a right-lateral extensional section of a NE-SW trending shear zone, located on the eastern margin of an underlying granitoid.

The total strike of the favourable structural zone extends from the south for approximately 15 km before being terminated by a cross structure, which likely correlates with the northern margin of the granitoid. The MMI soil survey will be extended from the known anomaly to cover the remainder of the structural zone when the 2012 field season commences.

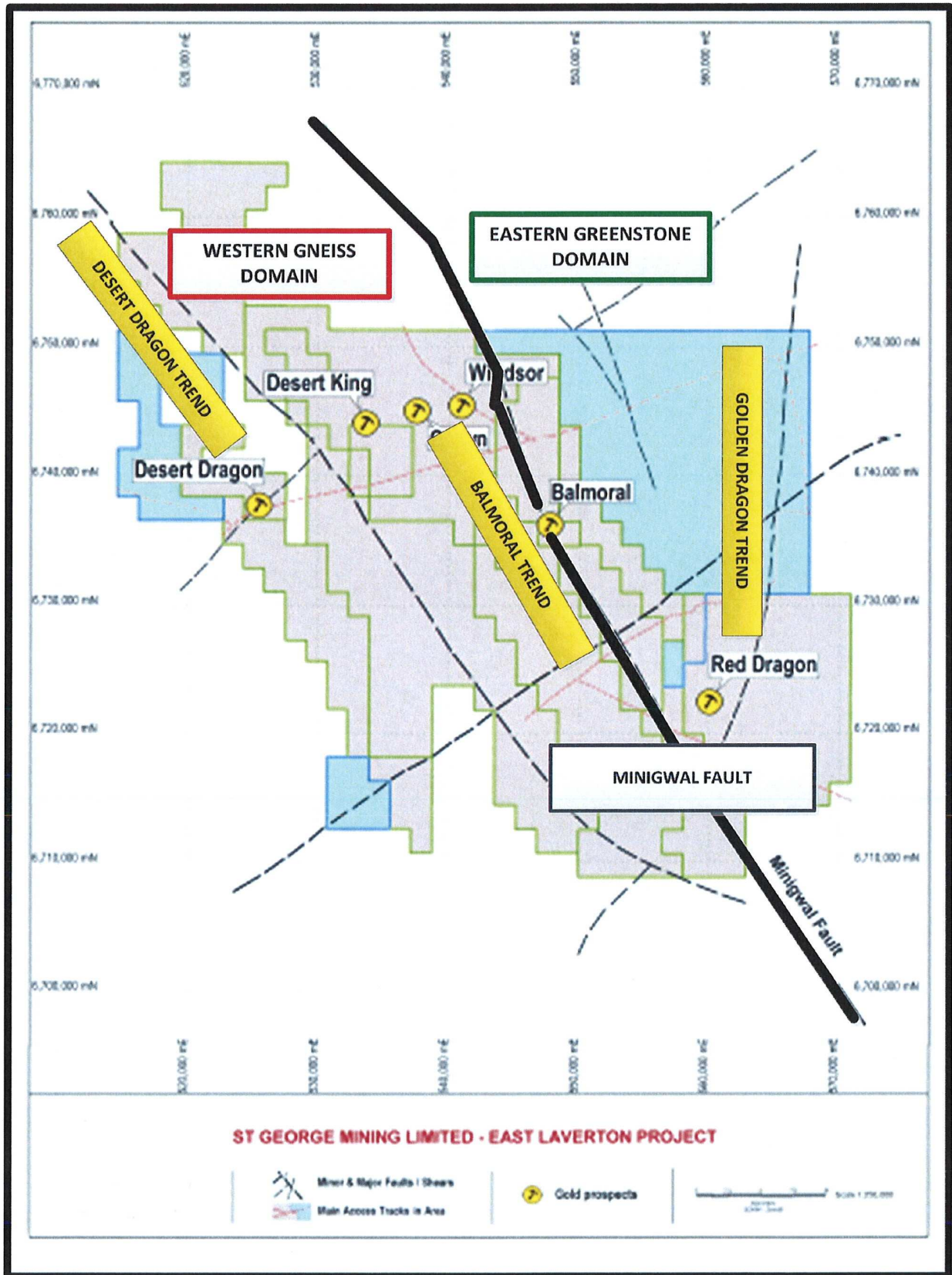


Figure 1- The three gold trends shown against the St George tenements at East Laverton

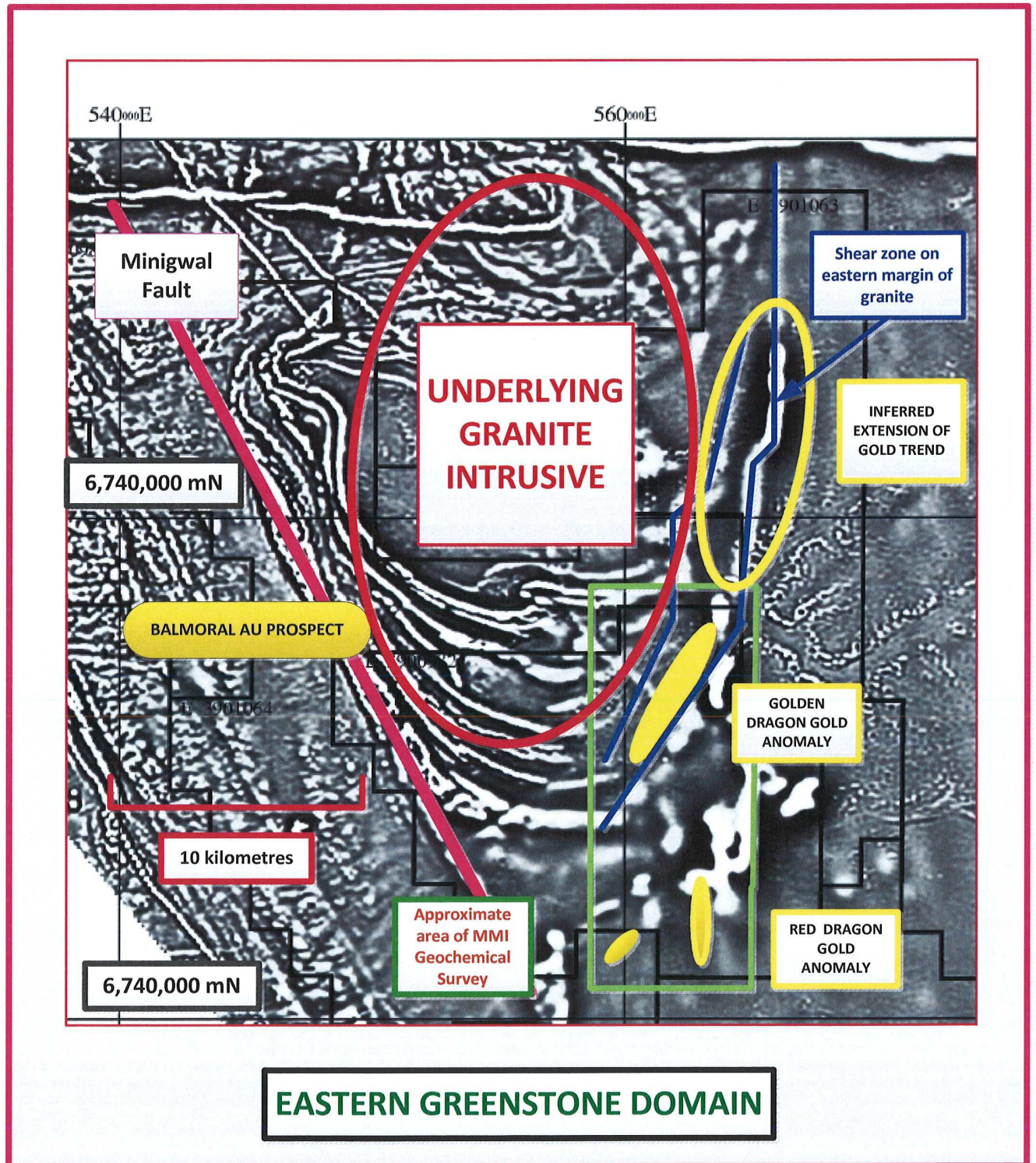


Figure 2 - Figure shows the existing gold anomalies on the Golden Dragon Trend and the significant potential to extend the anomaly at Golden Dragon to the north.

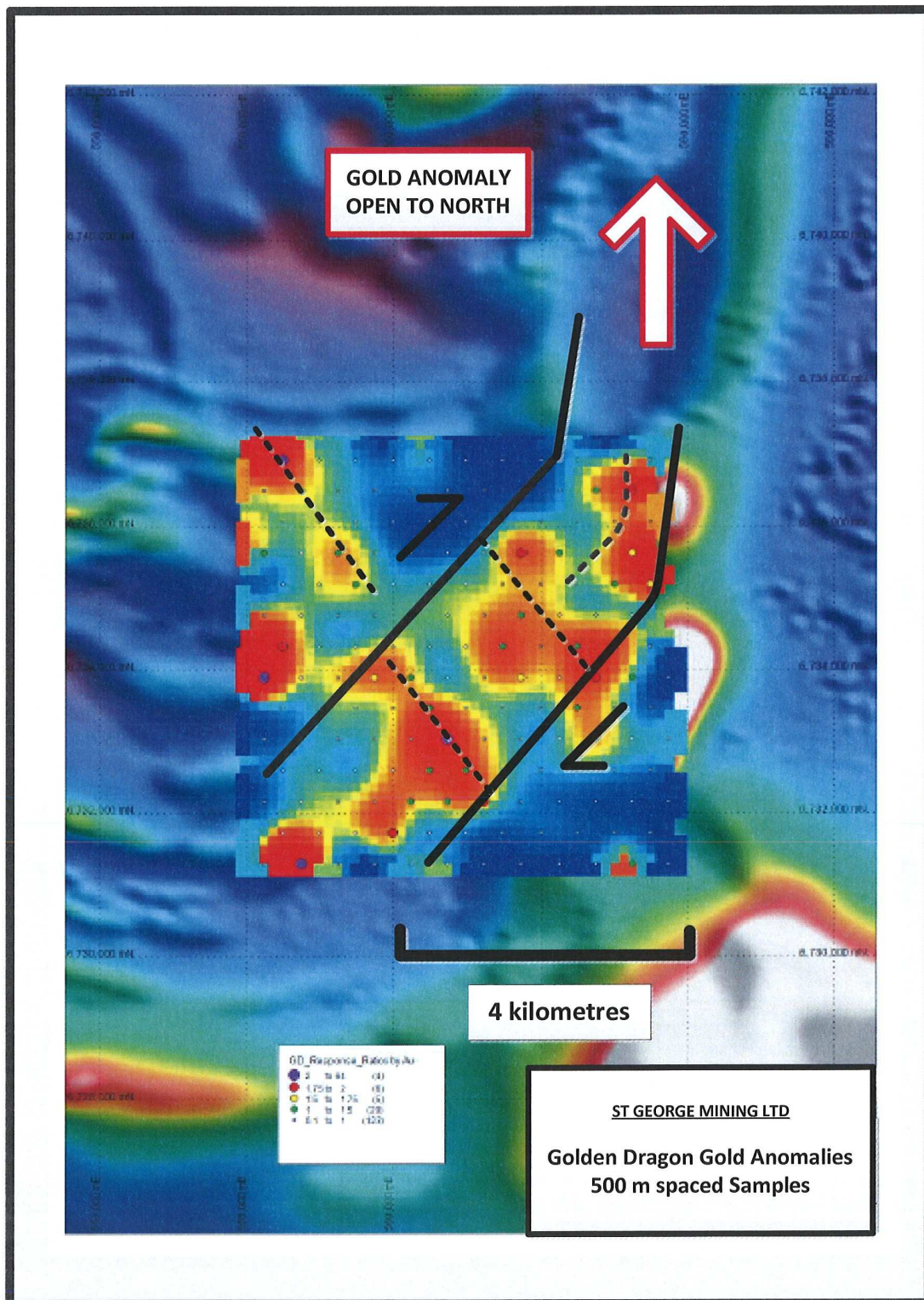


Figure 3 – Figure shows gold anomalism in southern 5 km section of 15 km Golden Dragon Trend. The MMI geochemical survey will be extended to the north.

EAST LAVERTON PROPERTY

St George Mining has 100% ownership of a tenement package covering a contiguous area of over 1,800 sq km in the eastern edge of the NE Goldfields of Western Australia (the “East Laverton Property”), an area that the Company believes has the potential to become a major new mineral province.

The East Laverton Property captures a complex area with numerous gold and nickel targets. It is centered on the regional Minigwal and Stella Range Faults which are cross-cut by a fundamental North East-South West tensional fault system, informally known as the “Tropicana Trend”. This major structural confluence creates an optimal trap-site for localising gold mineralisation.

The Company’s tenement package represents a dominant landholding over an area that contains the southern extension of the nickel-rich Duketon Belt. The East Laverton Property is also in proximity to major recent gold discoveries by the Tropicana Joint Venture (6+ MozAu) and by Gold Road Resources Limited (ASX: GOR) at its Yamarna Gold Project.

For further information, please contact:

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COMPETENT PERSON STATEMENT:

The information in this announcement that relates to Exploration Results and Mineral Resources is based on information compiled by Andrew Hawker of Hawker Geological Services Pty Ltd. Mr Hawker is a member of the Australasian Institute of Mining and Metallurgy 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. This qualifies Mr Hawker as a “Competent Person” as defined in the 2004 edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’. Mr Hawker consents to the inclusion of information in this announcement in the form and context in which it appears.