

2 December 2011

LOYALTY OPTION ENTITLEMENT ISSUE CLOSURE AND SHORTFALL NOTIFICATION

St George Mining Limited (ASX Code: SGQ) advises that the Loyalty Option Entitlement Issue made pursuant to the Prospectus dated 19 October 2011 closed on 30 November 2011.

The Loyalty Option Issue offered 31,509,000 Loyalty Options on the basis of One (1) Loyalty Option for every two (2) Shares held by Shareholders at an issue price of \$0.01 per option.

The results of the Entitlement Issue are as follows:

Total number of loyalty options applied for	24,057,099
Shortfall	7,451,901

The Company has received expressions of interest in the Shortfall from existing shareholders and institutional investors.

The Board is currently reviewing these expressions of interest with a view to placing the remaining Shortfall over the coming days.

For more information contact:

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