

ASX ANNOUNCEMENT



ST GEORGE MINING LIMITED

16 November 2010

ASX: SGQ

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John Prineas

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Tim Hronsky

Technical Director

Marcus Michael

Non-Executive Director
and Company Secretary

East Laverton Property:

Crusader Gold Project

Zeus Nickel Project

Empire Copper Project

Pine Creek Property:

Blue Thunder Gold Project

White Strike Uranium Project

ST GEORGE MINING DEBUTS ON ASX FOLLOWING OVERSUBSCRIBED \$4 MILLION IPO

HIGHLIGHTS

- Gold and nickel focused St George Mining has successfully raised A\$4 million through an oversubscribed IPO and is now fully funded for its medium term exploration program.
- St George Mining will undertake cost effective and targeted exploration activity over the next 12 months, building on exploration work already underway, to substantially increase the value of the Company's Projects.
- Exploration projects are located in two highly mineralised areas of Australia – the North East Goldfields of Western Australia and the Pine Creek mineral field in the Northern Territory.
- Well positioned for near term exploration success, with drilling program to test the Company's multiple 'walk-up' drill targets at the East Laverton Property in Western Australia to commence in Q4 2010.

St George Mining Limited (ASX: SGQ) ("St George Mining" or "the Company"), a gold and nickel focused exploration company, has today made its debut on the Australian Stock Exchange ("ASX") following its successful Initial Public Offering ("IPO").

SUCCESSFUL IPO – FULLY FUNDED FOR GROWTH

St George Mining closed its oversubscribed IPO on 11 October 2010, with the Company successfully raising A\$4 million through the issue of 20,000,000 shares at 20 cents per share.

The Company was admitted to the Official List on 12 November 2010 and its shares commenced trading today on the ASX under the code **SGQ**.

John Prineas, Executive Chairman of St George Mining said the listing is an important milestone for the Company and expressed gratitude to shareholders for their support:

"We intend to hit the ground running and quickly build on exploration work already underway on our highly prospective East Laverton Property. Our projects have tremendous potential for major resource discoveries and we now have the financial capacity and platform to aggressively progress our exploration program. Exploration work at the East Laverton Property continued during the IPO and we are well positioned for exploration success in the near term," Mr Prineas said.

On listing, St George Mining will have 52.5 million shares on issue which will capitalise the Company at A\$10.5 million at the issue price.

EXPLORATION ACTIVITIES – EAST LAVERTON PROPERTY

In June 2010, the Company commenced a regional multi-element MMI (“mobile metal ion”) soil geochemical survey over the East Laverton Property. MMI (partial leach) soil geochemistry is a technology that mitigates the shortcomings of conventional (pedogenic) geochemistry in covered and deeply weathered areas such as East Laverton.

The purpose of this survey is to provide a holistic assessment of the larger potential of the East Laverton Property at the regional scale and provide a better context for understanding the numerous current prospects. The survey will identify anomalous concentrations of the target mineralisation.

The survey to date has been successful in identifying known gold and nickel prospects, as well as identifying new targets. Infill sampling of high priority areas that contain a combination of known prospects and new targets is now underway. The infill program will assist in selecting drill targets, in advance of the Company’s maiden drilling program at the East Laverton Property in Q4 2010.

EXPLORATION ACTIVITIES – PINE CREEK PROPERTY

A successful diamond drilling program was carried out by the previous explorer at the Pine Creek Property, Homestake Gold of Australia Limited (“HGAL”). HGAL was part of the Homestake Group, one of the largest global gold miners during the 1990’s and now merged with Barrick Gold Corporation. Sulphide-rich gold mineralisation was intersected by HGAL within the extensive and highly mineralised Koolpin Formation at the Pine Creek Property. Subsequent to this drilling, HGAL conducted a MMI geochemical orientation survey which successfully confirmed a surface gold-cobalt soil anomaly over the previously intersected mineralisation.

The Company will use MMI geochemistry at the Pine Creek Property as an inexpensive and effective means to test the potential of the broader lease area for extensions and repetitions of the known mineralisation. This MMI survey is scheduled for the dry season in 2011.

The Northern Territory Government has released a series of new and detailed geophysical surveys that cover the Company’s tenement area. This includes an Electromagnetic (EM) Survey which can be used to test for sulphides and should identify significant concentrations of pyrrhotite and pyrite sulphides, which are intimately associated with gold mineralisation at the Pine Creek Property.

A follow-up drill program for the Pine Creek Property will be carried out in the dry season of 2011. The Company will utilise the data from the previous HGAL drill intersections, together with the available geochemical geophysical data, to model priority areas for the planned drilling campaign.

ABOUT OUR PROJECTS

East Laverton Property

St George Mining has 100% ownership of a tenement package covering a contiguous area of 1,445.30 sq km in the eastern edge of the North East Goldfields of Western Australia (the “East Laverton Property”), an area that the Company believes has the potential to become a major new mineral province.

This represents a dominant landholding in 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 Eleckra Mines Limited (ASX: EKM) at its Yamarna Gold Project, Corvette Resources Limited (ASX: CVX) at its Plumridge Project and the Tropicana Joint Venture (5+ MozAu) (see Figure 1).

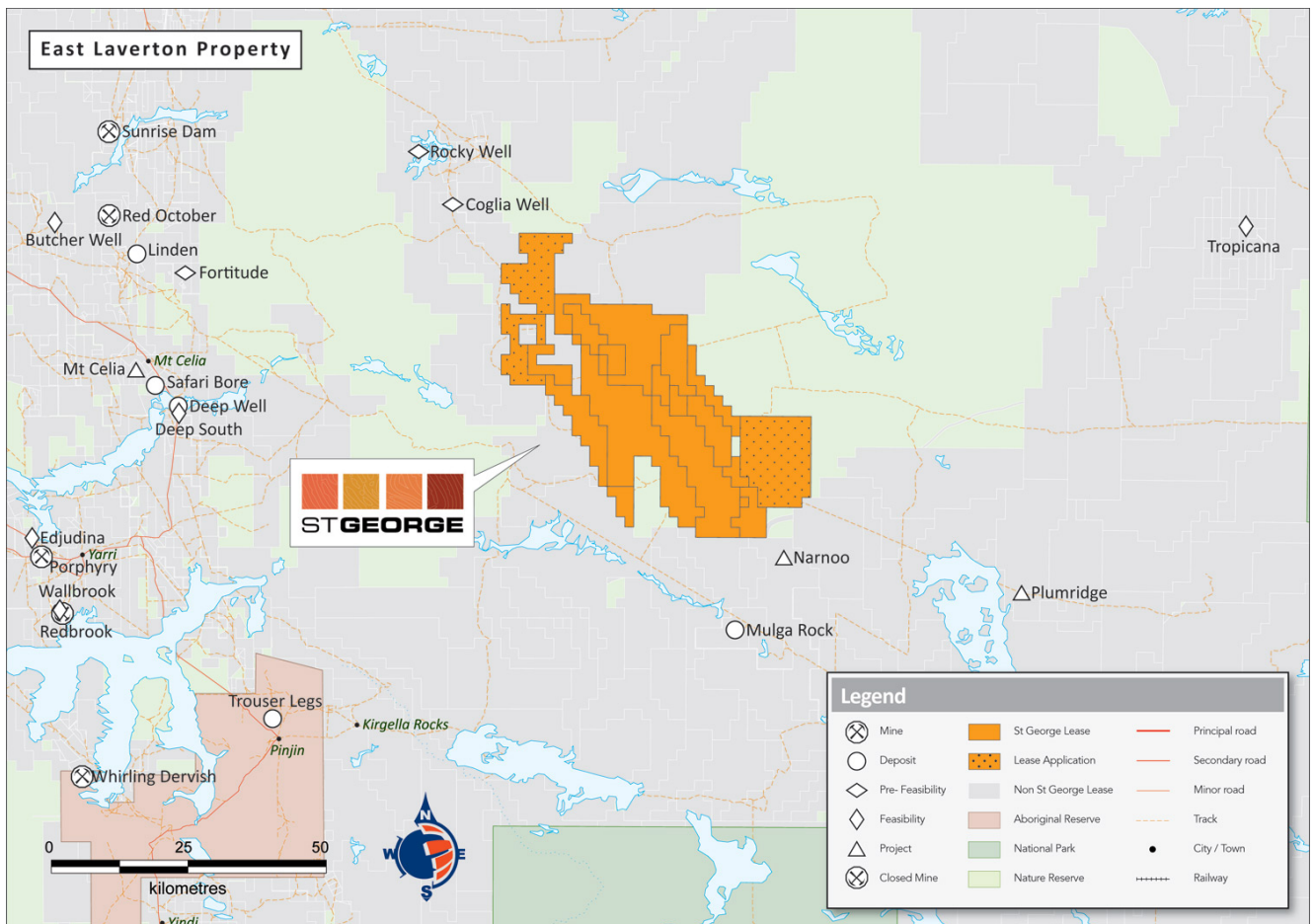


Figure 1 – Location of the East Laverton Property.

The East Laverton Property is on the eastern fringe of the Yilgarn Craton, and 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 (see Figure 2).

The recent exploration success of Eleckra Mines Limited at its Yamarna Gold Project is an example of the tremendous exploration potential of the under-explored eastern fringe of the Yilgarn Craton. (See EKM’s ASX announcements of 10 November 2010 and 11 November 2010).

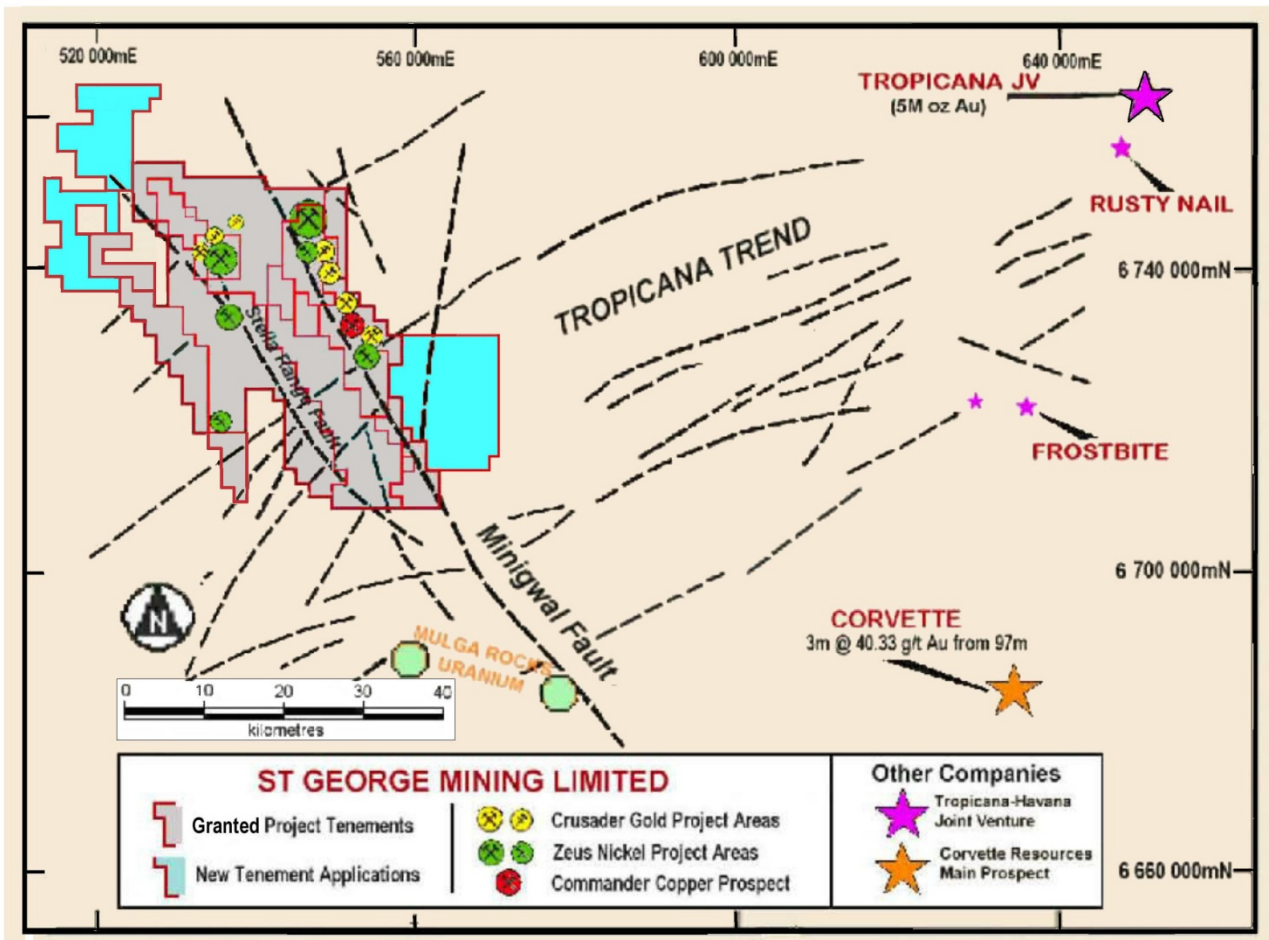


Figure 2 – Regional Structures at the East Laverton Property.

The Company’s tenements in this region host the Crusader Gold Project, the Zeus Nickel Project and the Empire Copper Project. Each Project provides multiple opportunities for the discovery of a significant economic mineral deposit.

Pine Creek Property

In the Northern Territory, the Company has entered into an option to acquire an 80% interest in a tenement area that is highly prospective for gold and uranium. The ground hosts the Blue Thunder Gold Project and the White Strike Uranium Project.

Diamond drilling carried out by a previous explorer at the Blue Thunder Gold Project has identified an extensive gold system which the Company believes is prospective for a major gold deposit. The Company has applied for an additional four exploration licences, held 80% by St George Mining, and when granted these will increase the total project area at the Pine Creek Property to 1,136.50 sq km (see Figure 3).

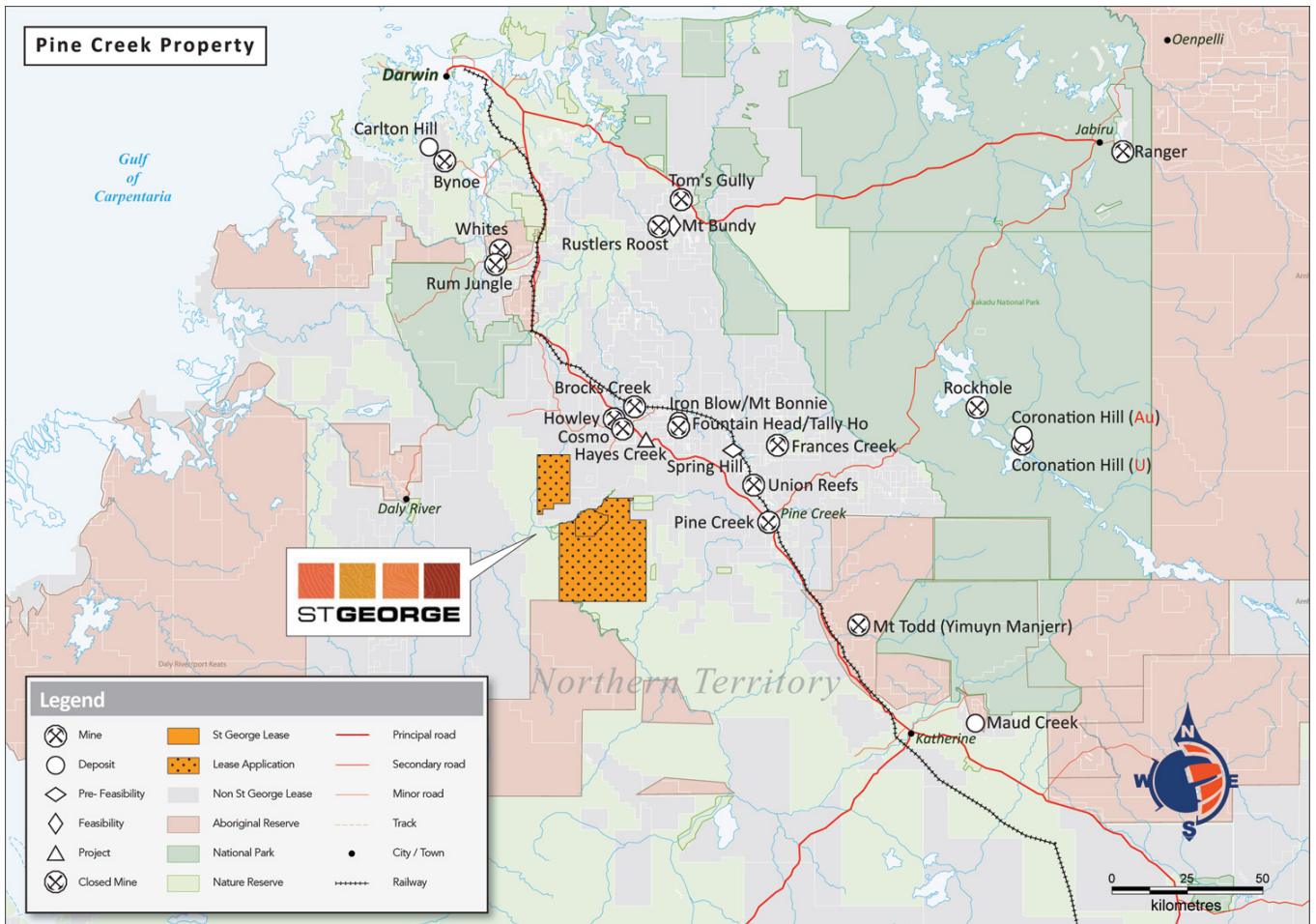


Figure 3 – Location of the Pine Creek Property.

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 and 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.