

30 October 2012

The Manager
Companies Announcements Office
Australian Stock Exchange
20 Bridge Street
SYDNEY, NSW 2000

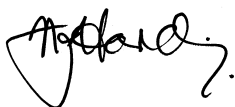
Dear Sir,

LAPSE OF OPTIONS

The following options to acquire ordinary shares in Southern Gold Limited have now lapsed.

Number of Options	Exercise Price	Expiry Date
50,000	35 cents	20 October 2012

Regards



Nick Harding
Company Secretary