

31 January 2012

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December Quarter report to Shareholders

Summary Highlights

- **Lawson Gold has been prudent in conserving exploration funds while focussing its efforts on assessing opportunities for growth by way of joint venture, acquisition and other corporate activity.**
- **Exploration activities have been limited to interpretation of regional geological information and geophysical surveys.**

This interpretation has provided a basis for technical evaluation of neighbouring project areas in the Kalgoorlie region, Western Australia.

- **The Board will pursue corporate opportunities as they arise and if seen to be in the best interest of shareholders**

Technical Update

During the December quarter, Lawson Gold Limited (ASX:LSN "Lawson Gold") completed an interpretation of the geological setting for gold mineralisation at the Lawson Gold Project located approximately 20km north of Kanowna near Kalgoorlie, Western Australia (refer Figure 1).

The geological interpretation indicates that gold mineralisation at the Lawsons Prospect is related to sheared and quartz-veined margins of porphyry intrusive rocks. This style of mineralisation is similar to the nearby Mulgarrrie mining centre, where several gold deposits containing 50,000-100,000 ounces were mined in the 1980's-90's.

At this stage of the exploration program, Lawson Gold has not yet accomplished its stated objective of discovery of a gold deposit with the potential to contain and produce half a million ounces of gold. The company has not closed off all possibilities in this quest and interpretation and target generation is ongoing.

A regional geological and structural interpretation of open file aeromagnetic data was completed by Southern Geoscience Consultants. This interpretation has provided a basis for technical evaluation of neighbouring project areas and "benchmarking" of remaining gold exploration targets and exploration potential of Lawson's ground.

Fast Facts - December 2011

Share Code	ASX : LSN
Shares on Issue	24.9 million
Options	<u>0.9 million</u>
Fully Diluted	25.8 million
Debt	nil
Market Cap	\$2.0 million
Cash at Bank	\$2.25 million as at 31 Dec. 2011

Directors & Management

David Hillier	Chairman
David Turvey	Director
Peter Watson	N E Director
Donald Stephens	Co. Secretary

Top Shareholders

JP Morgan Nominees	13.6%
John Nyvlt	10.0%
First Samuel	7.0%
Atlas Iron Limited	6.0%

Project Location

- * 45 km NE of Kalgoorlie
- * 20 km N of Kanowna
- * 4 km W of Silver Swan
- * 25 km from Paddington

Lawson Gold Project

- * Land package ~58sqkm
- * Review of geochemical & geophysical surveys identified new exploration targets.
- * Interpretation of regional geological and geophysical surveys completed.
- * Planned for March quarter:
 - Geological mapping (new PL's)
 - Soil sampling new gold targets
 - Planning Aircore / RAB drilling

Further Information

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c/. Collins St Media

Corporate Activity:

During the quarter Lawson Gold has investigated various opportunities for growth by way of joint venture, acquisition and other corporate activity. Difficulties in obtaining funding and management for early-stage exploration has lead many private and public companies with good quality exploration assets to seek alternative growth and survival strategies.

These opportunities include gold exploration packages located adjacent to or within 15km of the current Western Australia tenements, exploration tenements within Australia, more broadly, and international gold and base metal exploration assets. We have confined our efforts to our core areas of expertise ie. the exploration and development of gold and base metal assets.

The Board is evaluating such growth opportunities as they arise and will actively pursue them if viewed in the best interest of shareholders.

Nothing has yet progressed to a point where we could make an announcement to shareholders.

Exploration planned for January - March 2011 includes:

- Geological mapping of new gold exploration targets and planning of follow-up exploration.
- Surface and/or auger soil sampling to evaluate new gold exploration targets.
- Progress towards granting of Prospecting Licenses 27/2075-2078 to allow for reconnaissance exploration.
- Planning follow-up aircore &/or RAB drilling programs.

The focus during this period is likely to remain on evaluating and negotiating growth opportunities by way of joint venture, acquisition and other corporate activity which have presented, or as they present, themselves.

About Lawson Gold Limited:

Lawson Gold listed via a \$4.7 million IPO in August 2010 with plans to advance gold exploration on tenements located approximately 20kms north of Barrick Gold's 280,000 oz pa Kanowna Belle gold mine.

The Lawson Gold Project area covers an 8km strike length of Archaean ultramafic, mafic, intermediate volcanoclastic and sedimentary rock stratigraphy. Lawson Gold's exploration focus has been on systematic gold exploration of all tenements in order to rapidly evaluate the potential of the project area to contain a significant gold deposit* (nominally >500,000 ounces). Exploration methods include surface soil sampling, geological mapping and sampling, RAB drilling and RC & Diamond drilling.

The Board continues to seek opportunities to expand the portfolio of exploration tenements with a continuing focus on gold, copper and potentially base metals.

Exploration History

Despite numerous gold discoveries in the region in the 1800s and early 1900's, the initial discovery hole for the Kanowna Belle gold deposit was not drilled until 1989 and the first resource estimate in 1991.

At the Lawson Gold project area, there has been no comprehensive systematic gold-focused exploration Other than the work of Lawson Gold over the past 16 months

Previous work by Mt Kersey Mining (1990-99) and Mithril Resources (2005-09) focused predominantly on nickel. Often gold analysis was limited to bottom of hole samples which can underestimate or overlook gold potential.

The best gold intersection reported by Mt Kersey of 4m @ 8.58g/t Au was from 44m depth. Of five shallow holes drilled by NiQuest Limited in 2004-5 (now Ferraus Limited), four drill holes returned anomalous gold and in hole ESR054 the last 5 metres in a 77 metre deep hole returned 18.22 g/t gold before drilling stopped.

Recent diamond drilling at the Lawsons Gold Prospect contained significant results including a high grade gold intersection of 3metres @ 37.2 g/t Au and a broad zone of gold mineralisation of 12metres @ 1.1g/t Au.

Gold mineralisation is associated with highly altered, quartz veined & brecciated volcanoclastic & feldspar porphyry intrusive rocks. Similar styles of gold mineralisation occur at the nearby Gordon – Sirdar and Mulgarrie mining centres.

Exploration results to date and a previously released by Lawson Gold provide encouragement for ongoing exploration of the Lawson Gold Project area.

Further information:

David Hillier (Chairman) on 08 8418 8541 or 0408 236 408
David Turvey (Executive Director) on 08 8418 8568 or 0416 119 583

Media enquiries to:

Simon Jemison – Collins Street Media on 03 9224 5319 or 0408 004 848

Competent Persons Statement:

The exploration results reported here are based on information compiled by David Turvey (BSc. Hons) who is a member of the Australian Institute of Mining and Metallurgy, and who is a Director of Lawson Gold Limited. He has sufficient experience relevant to the style of mineralisation and the type of deposit under consideration, and to the activity which he is undertaking, to qualify as a Competent Person as defined in the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, The JORC Code 2004 Edition". He consents to the inclusion in this announcement on the information compiled by him in the form and context in which it appears.

** Lawson Gold Limited has not yet reported Mineral Resources from exploration of targets or named prospects on its project area. Any discussion in relation to exploration potential or targets or potential gold mineralisation is only conceptual in nature and it is uncertain if further exploration will result in determination of a Mineral Resource.*

This release may include forward-looking statements that are based on management's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Lawson Gold Limited, that could cause actual results to differ materially from such statements. Lawson Gold Limited makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

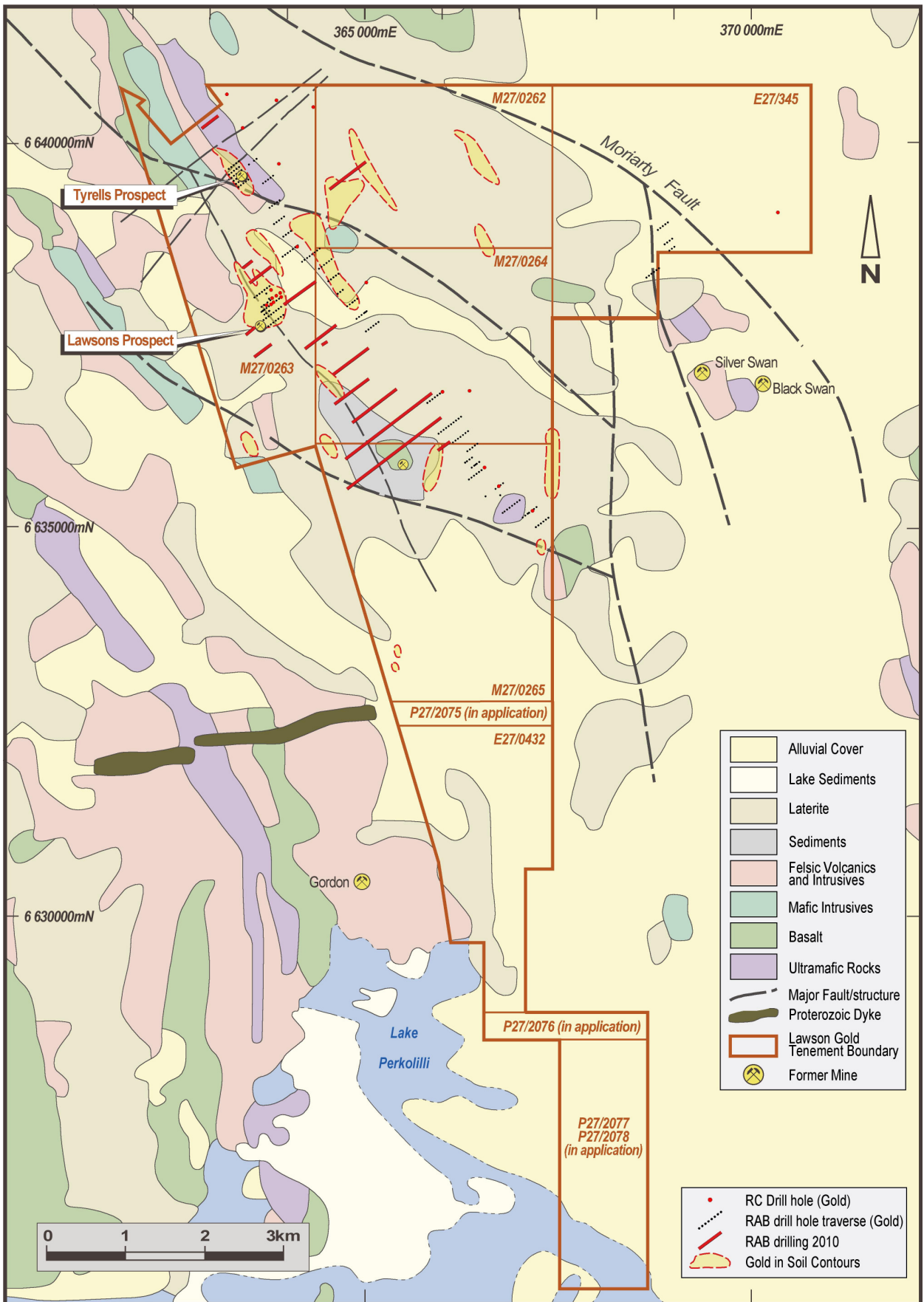


Figure 1: Location Plan and Geological Interpretation - Lawson Gold Project, Western Australia.