



31 October 2016

SOON MINING LIMITED (ASX: SMG)

Quarterly Activities Report

For the quarter ended 30 September 2016

The EPA Permit Progress

- ❖ Regarding the application of EPA permit, the Environmental Protection Agency(EPA) of the Ghana government is still in negotiation with the local residents in the mining area.
- ❖ As the negotiations have not yet been completed, the Company is considering arranging another group to actively engage and liaise with local residents on the impact and benefits of the project. The group members will include influential people with high socioeconomic status and mineral experts, in order to complete the negotiation efficiently and obtain the EPA permit as soon as possible.

Procurement of Equipment for Ghana Project will be delivered

- ❖ The equipment purchased from Sunlake International Management Consulting Co. Ltd. will be delivered to Ghana by partial shipment in November.
- ❖ The bankruptcy of Hanjin Shipping, the world's seventh most valuable shipping company, resulted in delays to global vessel scheduling and impacted the Company's shipment. The company shall arrange the installation and trial of equipment soon afterwards.

Renewal application for prospecting License

- ❖ The application of the renewal of the Company's prospecting license has been submitted by the assigned geological consultant, and currently is in the normal process of examination.

Partnerships

- ❖ After reviewing and comparing many proposed cooperative projects in Ghana, the Company has chosen two mining areas that are most likely to suit the Company's requirements, and is now preparing for sampling and evaluation of those areas.

For personal use only



Quarterly Activities Report

For the quarter ended 30 June 2016 (Cont'd)

Corporate

- ❖ The Company's auditor had completed their Half Year Review of the half year financial report to 30 June 2016 and it was lodged with ASX on 13 September 2016.

Disclosure of Information relating to Listing Rule 5.3

- 5.3.1 See heading 'EPA Permit Progress' above for more details.
- 5.3.2 There are no existing activities relating to production as at 30 September 2016.
- 5.3.3 The Project is located near Kwahu Praso in the Kwahu South District in the Eastern Region of Ghana. It is about 130 km northwest of Accra, the capital of Ghana.

The Project concession covers an area of 82.74 km² including 63.0 km² within the mining lease area and the surrounding 19.74 km² retained under a prospecting license. The mining lease has a mining tenure of 14 years with a current expiry date of 11 July 2027. The prospecting license is currently in the process of being renewed.

No mining tenements were acquired or disposed of during the quarter.

There are no beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter.

There were no beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter.

ENDS

Ching-Tiem Huang
Managing Director

For personal use only