

30 July 2021

SOON MINING LIMITED (ASX: SMG)

QUARTERLY ACTIVITIES REPORT FOR THE QUARTER ENDED 30 JUNE 2021

EXPLORATION ACTIVITIES:

Kwahu Praso Project (100% SMG)

In this quarter, the Company's main work is the preparation for its mining activities. The on-site part includes the location selection and land preparation of the processing plant, as well as the setting and testing of the processing equipment. Others include recruiting new employees and management personnel. The Company expects to complete all preparations and settings in the third quarter and start trial production.

Since this year, as the Company has obtained EPA permit and all other necessary licences/permits, more and more companies have expressed their willingness to cooperate or invest with the Company. Especially worth mentioning are mining service companies that can provide mining support services. There are two types of such companies in Ghana, one is only leasing mining machinery and equipment, and the other can assist the Company in mining activities legally in addition to providing machinery and equipment.

The Company has signed a contract with the mining service company to rent the payloader and excavator for mining. In addition, several mining service companies have expressed their willingness to participate in the Company's mining activities. Due to the large mining lease area owned by the Company, the Company is currently evaluating and considering not only mining by itself, but also allowing mining services companies to assist in mining activities in the future.

Joint Venture

During the quarter, the Company continued to focus on the EPA progress of the Kwahu Praso Project and hence the Joint Venture Akeum Adukrom Project was temporarily put on hold.

Related Parties

There were no related party payments made during the quarter.

Disclosure of Information relating to Listing Rule 5.3

5.3.1: Refer to the 'Quarterly Activities Report' above for more details.

5.3.2: There are no existing activities relating to production as at 30 June 2021.

5.3.3: The Company held a project near Kwahu Praso in the Kwahu South District, which is in the Eastern Region of Ghana. It is approximately 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 renewal.

There were no mining tenements 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.

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ENDS

Authorised for release by the Board

Ching-Tiem Huang
Managing Director