

**SOON MINING LIMITED (ASX: SMG)****28 April 2017****QUARTERLY ACTIVITIES REPORT  
FOR THE QUARTER ENDED 31 MARCH 2017****Kwahu Praso Project (Ghana) (100% SMG)****EPA Permit Progress**

Through the existing negotiation program and other channels of support and assistance, the company is actively engaged with the EPA progress. Currently, the Minister supports the process and has invited a Member of Parliament (MP) to work with Soon Mining to expedite the negotiation of the permit. We hope to reach a consensus with the Chief and villagers in the coming months.

**Renewal Application for Prospecting License**

The Kwahu Praso Project covers an area of 82.74 km<sup>2</sup> including 63.0 km<sup>2</sup> within the mining lease area and the surrounding 19.74 km<sup>2</sup> 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 covers 17.22 km<sup>2</sup> in the Sapanikrom area of the Eastern Region and 2.52 km<sup>2</sup> in the Kwakurukurom area of the Eastern Region for a total of 19.74 km<sup>2</sup>. The prospecting license renewal was granted from Mineral Commission on 2<sup>nd</sup> March 2017.

**Konongo Joint Venture**

On 11<sup>th</sup> February 2017, the Company entered into an initial 3-year mining rights agreement under a joint venture for alluvial gold in the Konongo Project through a Ghanaian consulting company, Tecdrill Company Limited. The Konongo Project at Konongo in the Asante Akim Central of the Ashanti Region of the Republic of Ghana. It is west of the Soon Mining Kwahu Praso Project and is on the western margin of the northeast trending of the world class Ashanti Gold Belt.

Soon Mining Limited has the right to mine and process gold freely within the designated area and SMC will retain 85% of gold production. Subject to the performance of the mining program, the agreement may be reviewed and the current 50 acres mine site could subsequently be expanded. The Konongo Project is fully permitted with the mining lease valid until 2023.

## **Quarterly Activities Report**

### **For the quarter ended 31 March 2017 (Cont'd)**

The Company's machinery & equipment will be used in Konongo Project and has been moved to

Konongo mine site for assembling and commissioning. Gold production is expected to begin in the current quarter.

### **Corporate**

- The Company's Annual Financial Report for the year ended 31 December 2016 was lodged with ASX on 31 March 2017.
- The Annual General Meeting will be held at 10:30am on 16<sup>th</sup> May 2017 at The Wheelhouse Room, Southport Yacht Club, Macarthur Parade Mainbeach.

### **Disclosure of Information relating to Listing Rule 5.3**

5.3.1 See heading 'Quarterly Activities Report' above for more details.

5.3.2 There are no existing activities relating to production as at 31 March 2017.

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 km<sup>2</sup> including 63.0 km<sup>2</sup> within the mining lease area and the surrounding 19.74 km<sup>2</sup> 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 has been renewed with expiry date of 2 March 2018. 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**