

ASX ANNOUNCEMENT

SOON MINING LIMITED
(ASX: SMG)

31 May 2022

CHAIRMAN'S ADDRESS TO THE ANNUAL GENERAL MEETING

Soon Mining Limited ("SMG" or the "Company") is today hosting its 2022 Annual General Meeting (AGM). The event will be conducted virtually via audio cast commencing at 10:30am (Brisbane Time). The Chairman's Address to the AGM is attached and will be delivered to shareholders during this morning's event.

This announcement is authorised for release by Ocard Huang, Chairman.

Kevin Gan
Company Secretary

CHAIRMAN'S ADDRESS TO THE ANNUAL GENERAL MEETING

Good morning. My name is Osgard Huang and I am the Chairman of Soon Mining Limited. It is my pleasure to welcome you to the Company's Annual General Meeting for the 2022. We appreciate you joining us this morning.

First of all, I want to share with you the information that the Company has started its trial gold production program at its flagship Kwahu Praso project in Ghana in late September 2021. This has resulted in the Company recognizing income from gold production.

After a long period of continuous exploration and compliance activities, SMG has finally reached the current stage, which is an important milestone for the project. Especially as the global COVID-19 epidemic continues to spread, it is not easy for the Company to persist and make good progress.

I would also like to take this opportunity to thank my colleagues in the Company for their attentiveness to duties and for their continued and tireless efforts. Also, the dedication and commitment of board throughout all of this has been superb, and I thank you all sincerely.

Next, let me explain to you about the Company's current trial gold production program. The objectives from the test and trial gold production are to confirm that the machinery and equipment currently on site can operate normally and efficiently, and to adjust the machinery and equipment to ensure and optimum performance. This will ensure that the Company is able to achieve continuous operation of gold production. The trial program will continue until the production capacity can be stabilized under the current equipment scale.

The Company will officially carry out large-scale production after reaching the goal of trial production, which would mean that the production capacity can stably reach 1,200 M³ per day for gravel processing under the current equipment scale.

While the trial gold production program successfully begun last year, the results/income from gold production are still insufficient to cover operating costs. The Company is actively reviewing and seeking the following improvement methods to achieve the target value as soon as possible.

1. Pragmatic overhaul and maintenance of processing machinery and equipment to ensure normal operation at any time.
2. Adjust operating procedures to reduce errors and delays that may be caused by human factors.
3. In response to the advent of the dry season, additional boreholes need to be drilled to meet the demand for processing water.
4. Strengthen the harmonious relationship with the mining community so as not to delay the work due to the occasional disturbance from the locals.
5. Continue exploration activities.

So far, the Company has achieved stable results in setting up machinery and equipment in its trial gold production. The company has also actively arranged and carried out the above improvement work. However, the gold grade in the trial mining area were not to the quality expected and as such the Company is now looking at other areas with higher gold grade for mining.

Going forward, we are expectant that the Company can increase the activities in its gold trial production program to try to meet operational goals and begin its mining activities and gold production in the second half of 2022.

In terms of working capital, the Company continues to invite potential partners or investors to inject cash or provide machinery and equipment for the on-going and upcoming projects.

Ladies and gentlemen, thank you for your ongoing support of our company. As I have just outlined, we are confident in our belief that Soon Mining Limited will get rid of its difficulties soon and continue to grow and thrive.