

**31 July 2018****SOON MINING LIMITED (ASX: SMG)****QUARTERLY ACTIVITIES REPORT  
FOR THE QUARTER ENDED 30 JUNE 2018****Kwahu Praso Project (100% SMG)***EPA Progress*

During the second quarter of 2018, the focus was to ensure the EPA is making consistent progress forward. SMG had been concentrating on making communication with the leaders in the Osuben community and this had been arranged over a series of meetings to seek their supports for mining in the community. SMG also hired local consultant to assist in the EIA's process as well as negotiating with local residents.

The Company is continuously making efforts and focusing on the progress of the EPA and hope to obtain the EPA approval soon and look forward to advance through our project.

**Joint Venture**

The President of Ghana Nana Addo Dankwa Akufo-Addo made a public announcement on 19 June 2018 that the government will soon issue a statement on the lifting of the mining ban and develop a comprehensive roadmap that includes the restoration of mined-out areas in the mining area, restoration of impacted water bodies and strict review and supervision of the processes of issuing mining license and related permits and continued formalization and regulation of the small-scale mining sector.

The Minister for Lands and Natural Resources, John Peter Amewu, also re-emphasized the president's position on 28 June 2018 that the government will certainly resume mining, but will be operating in a more sustainable way, especially the water resources near the mining area.

Due to this temporary ban, preparations for the Konongo's project were delayed. However, the Company believes that the Ghana Government's awareness of the protection of the environment and the formalization of the small-scale mining sector will gradually lead Ghana Mining industry towards advanced and sound development.

Once the Ghana Government lifts the ban, SMG will be able to resume mining immediately in the Konongo Project which SMG has all necessary permit and machinery for mining.

## **Quarterly Activities Report**

**For the quarter ended 30 JUNE 2018 (Cont'd)**

### **Oil business**

On 11 May 2018, the Company signed a diesel sales contract with Singapore registered oil company. We are expecting this contract to create a worldwide recognition for SMG with potential buyers and sellers. SMG expects upon the success of its first sale, will create more opportunities and leads to a positive cash flow in the future.

### **Company**

The Company's Annual General Meeting was held on 29 May 2018 in Australia and all resolutions have been passed.

### **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 30 June 2018.

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 is currently being process for renewal. 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.

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**ENDS**

**Ching-Tiem Huang**

**Managing Director**