

31 January 2019**SOON MINING LIMITED (ASX: SMG)****QUARTERLY ACTIVITIES REPORT
FOR THE QUARTER ENDED 31 DECEMBER 2018****Kwahu Praso Project (100% SMG)**

In this quarter, the Company has experienced a major breakthrough in EPA progress. The Osubeng chiefs, opinion leaders and locals have agreed with our proposed mining plan and social contribution programs. All parties have now reached a consensus.

The Company is expecting to officially enter into a Corporate Social Responsibility (CSR) Agreement with the Osubeng Community in the next quarter which will allow the Company to proceed into the next phase of our EPA application in order to obtain the final permit.

In addition to the above, the Ghana Government has lifted a 23-months long ban on small scale mining across the country with effect from 17th December 2018. In addition to our JV projects, this is also great news for Kwahu Praso project which is 100% owned by us. Once the EPA permit is obtained, the Company will be able to commence the alluvial gold mining at our own Kwahu Praso Project and we are optimistic about the current progress of our EPA application.

Joint Venture

We have commenced preparation work for the upcoming mining activity in mid-October and the required plant and equipment are already moved to the mine site for assembling and commissioning in November. During the commissioning phase, we have extracted a small amount of alluvial gold. We will officially enter into the production phase upon completion of equipment testing and adjust the equipment to the optimal setting for the Akyem Adukrom project. We are positive that this will create a positive cashflow to the Company.

The Company will continue to abide by Ghana Government's regulation and measures to carry out the mining activities on the basis of protecting the natural environment and the sustainable way on its 100% own Kwahu Praso Project and Joint Venture Projects.

Quarterly Activities Report

For the quarter ended 31 December 2018 (Cont'd)

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 December 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 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 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