

31 Oct 2017

SOON MINING LIMITED (ASX: SMG)

**QUARTERLY ACTIVITIES REPORT
FOR THE QUARTER ENDED 30 Sep 2017**

Kwahu Praso Project (100% SMG)

EPA Progress

Company submitted a Social Contribution Proposal to the Minerals Commission of Ghana at the end of August 2017 and re-sent a letter to Minerals Commission asking Government to mediate with the locals in the mining area. The Minerals Commission is satisfied with the Social Contribution Proposal submitted, and organized a coordination meeting between SMG and the Osuben community on 29th September 2017 at the Minerals Commission's head office. The CEO of the Minerals Commissions scheduled the meeting to discuss the details of impacts, opportunities, expectations and all relevant matters before, during and after mining. However, the assemblyman was unable to travel to the meeting on that day and it was postponed. The Company continues to make tireless efforts to progress the EPA approval for the Kwahu Praso Project and hopes to obtain the EPA permit soon and look forward to advancing the project.

Konongo Project (Joint Venture)

Although the Government crackdown on illegal mining is still going on in Ghana, the Company continues to liaise with Minerals Commission and expects that the Government will allow the Company to commence legitimate mining activity within the Konongo Project. Replacement mining equipment arrived in Ghana in the beginning of September 2017. SMG has completed customs clearance and taken delivery of the equipment. All SMG's machinery and equipment is stored in a secure place while waiting for the next stage of testing. Once the Government lifts the temporary suspension of alluvial mining activities in the country, the Company will be able to commence mining on the Konongo joint venture area.

Quarterly Activities Report

For the quarter ended 30 September 2017 (Cont'd)

Cooperate

Financial Report

The Company's Half Year Interim Report to 30 June 2017 was lodged with ASX on 31 August 2017.

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 September 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 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 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.

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ENDS

Ching-Tiem Huang

Managing Director