

ASX ANNOUNCEMENT

SOON MINING LIMITED
(ASX: SMG)

30 July 2021

CHAIRMAN'S ADDRESS TO THE ANNUAL GENERAL MEETING

Soon Mining Limited ("SMG" or the "Company") is today hosting its 2021 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 Ocard 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 2021. We appreciate you joining us this morning.

As we all know, 2020 was a year of severe pandemic situation that has spread across the world. In Ghana, in which the Company has a major operation - has had to manage the increased costs associated with managing the spread of the Coronavirus infection, while continuing to make significant progress of its Environment Protection Agency ("EPA") permit during the difficult environment.

On 5 February 2020, the public hearing was held successfully. The Company has submitted the EIS report to the EPA in June 2020, while continuing to keep close and good communication with the EPA, the village chiefs, community representatives, and local youth leaders. On 10 November 2020, the Company received the letter from the EPA requesting re-submission of the EIS report. Accordingly, the Company has revised the EIS report and resubmitted it to the EPA while paying the processing fee and permit fee as required by the EPA. In addition, the Company has started to prepare Mining Operating Plan and Emergency Response Plan in advance – has had submitted them to the Minerals Commission.

On 17 February 2021, the Company was awarded its EPA permit for its wholly-owned Kwahu Praso Project in addition of obtaining the Mining Operating Permits from the Minerals Commission, Kwahu South District Assembly and Ashanti Akim South Municipal Assembly. These permits allow the Company to commence with the construction and operation of the proposed mining activities.

After the Company obtained all necessary permits for its mining activities, we have started our necessary preparation for mining activities. The recent work progress is as follows:

1. As the Company needs to inform the relevant government regulatory agencies before mining, in addition to sending Notification Letters and personally visiting the headquarters and regional offices of the Minerals Commission and the Environmental Protection Agency, the officers from regional and local offices of the Minerals Commission and the Environmental Protection Agency have recently inspected the mining site and held meetings with the Company several times.
2. The on-site work is the selection and land preparation of the processing plant. The Company has signed a contract with the mining service company to rent the payloader and excavator in May, and began work related to land preparation of the processing plant. At the same time, the maintenance of machinery and equipment is also started. After that, the following testing and setting of machinery and equipment will be arranged.
3. Another work in the mining site is to confirm the owners/farmers of the grounds that will be mined, negotiate with them for compensation. The Company also continues to communicate and coordinate Corporate Social Responsibility with the local residents, opinion leaders and chiefs.
4. The Company began to recruit and train employees and security guards to ensure the safety of the mining site and the processing plant in the future.

The time of completion for its mining activities preparation would be anticipated in 3 to 6 months.

Going forward, we are expectant that the Company can begin its mining activities and gold production in the second half of 2021.

As the Company has obtained EPA permit and all other necessary licences/permits, more and more companies have expressed their willingness to cooperate or invest with the Company. Especially worth mentioning are mining service companies that can provide mining support services. There are two types of such companies in Ghana, one is only leasing mining machinery and equipment just like the company we engaged, and the other can assist the Company in mining activities legally in addition to providing machinery and equipment. Due to the large mining lease area owned by the Company, the Company is currently evaluating and considering not only mining by itself, but also allowing mining services companies to assist in mining activities in the future.

The Company expects to start small-scale mining activities in the third quarter. With the advance of time, the Company also hopes that the business will develop smoothly and be able to carry out larger-scale mining activities.

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 and continue to grow and thrive.