

**Southern Hemisphere
Mining Limited**

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Directors:

Chairman
David Lenigas

Directors
Trevor Tennant
Keith Coughlan

Company Secretary:
Jessamyn Lyons

Issued Capital:
86,802,803

Corporate Information:
ASX Code: SUH



ASX Announcement

26 November 2018

Hudbay Commences Drilling at Llahuin in Chile

Southern Hemisphere Mining Limited ("Southern Hemisphere", "SUH" or "the Company") (ASX: SUH) is pleased to announce that it has been advised that Hudbay Minerals Inc ("Hudbay") has commenced drilling on the Company's 100% owned Llahuin Copper/Gold Project in Chile.

Hudbay are currently drilling the first of three planned 500 metre deep holes.

Copper mining major, Hudbay Minerals Inc ("Hudbay"), as announced to the market on 8 February 2017, can earn a 70% interest in the Llahuin Project by making a series of cash payments to SUH (via SUH's 100% owned Llahuin) totalling US\$5.8 million over 5 years with the next payment of US\$250,000 due in February 2019, and committing to spend a minimum of US\$3.5 million on exploration work over the first 3 years (including the obligation to meet exploration covenants of \$500,000 in the first year, \$1,000,000 in the second year and \$2,000,000 in the third year).

David Lenigas, SUH's Chairman, commented; "On the back of Hudbay's recent geochemical exploration sampling programme at Llahuin, they have now progressed to drilling. This is an important step forward for the project and the Company, and we look forward to releasing the results to the market when news becomes available."

CONTACTS:

For further information on this update or the Company generally, please visit our website at www.shmining.com.au or contact:

Investors / Shareholders

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COMPETENT PERSON / QUALIFIED PERSON STATEMENT:

The information in this report that relates to copper and gold Exploration Results for the Company's Projects is based on information compiled by Mr Trevor Tennant, who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Tennant has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Tennant is a Director of the Company and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. For further information, please refer to the Technical Reports and News Releases on the Company's website at www.shmining.com.au.

FORWARD LOOKING STATEMENTS AND IMPORTANT NOTICE:

This announcement may contain forward looking statements that are subject to risk factors associated with the oil and gas industry. It is believed that the expectations reflected in these statements are reasonable, but they may be affected by many variables which could cause actual results or trends to differ materially.

Investors should make and rely upon their own enquiries before deciding to acquire or deal in the Company's securities.

This announcement may contain forecasts, projections and forward-looking information. Although the Company believes that its expectations, estimates and forecast outcomes are based on reasonable assumptions it can give no assurance that these will be achieved. Expectations, estimates and projections and information provided by the Company are not a guarantee of future performance and involve unknown risks and uncertainties, many of which are out of the Company's control. Actual results and developments may differ materially from those expressed or implied. To the maximum extent permitted by applicable laws, the Company makes no representation and can give no assurance, guarantee or warranty, express or implied, as to, and takes no responsibility and assumes no liability for (1) the authenticity, validity, accuracy, suitability or completeness of, or any errors in or omission from, any information, statement or opinion contained in this announcement and (2) without prejudice to the generality of the foregoing, the achievement or accuracy of any forecasts, projections or other forward looking information contained or referred to in this announcement.