

SOUTHERN ALLIANCE MINING LTD.

(Incorporated in the Republic of Singapore)

(Company Registration No. 201931423D)

RECEIPT OF NEW MINING LEASE ADJACENT TO MINING LEASE 1/2018 AT LOT 1681, MUKIM BUKIT KEPONG, MUAR, JOHOR DARUL TAKZIM ("ML 1/2018")

The board of directors (the "**Board**") of Southern Alliance Mining Ltd. (the "**Company**") wishes to announce that our wholly owned subsidiary, Honest Sam Development Sdn Bhd ("**HSD**"), has on 4 May 2021, received a letter from the Office of Private Secretary to His Majesty the Sultan of Johor bearing the title "**Application For A Mining Lease ("ML") For The Purpose Of Iron Ore Mining On PTD7404 Covering An Area of 159.776 Hectares (394.81 Acres) Located At Mukim Bukit Kepong, Muar District, Johor ("ML 1/2021") by H.M. Sultan Ibrahim Ibni Almarhum Sultan Iskandar ("HRH")**" (the "**Letter**") together with the duly registered ML in accordance with Johor Mineral Enactment 2003.

We are elated to receive the Letter appointing HSD to operate on the ML 1/2021 (with the expiry date of 28 April 2026) which is located next to the ML 1/2018. ML 1/2018 covers an area of approximately 22.3 hectares or 55.104 acres. As stipulated in the Letter, ML 1/2021 shall constitute as an additional mining area to the ML 1/2018 as per HRH's offer to HSD.

While the exploration works on ML 1/2018 are still ongoing, the offer of ML 1/2021 will provide HSD with additional opportunity and flexibility to expand its exploration program on the existing ML 1/2018. Our Group will make a separate announcement on the SGXNet once an estimate of Mineral Resources is available.

BY ORDER OF THE BOARD

Dato' Sri Pek Kok Sam
Executive Director and Chief Executive Officer
07 May 2021

The Company was listed on the Catalist board of the Singapore Exchange Securities Trading Limited (the "**Exchange**") on 26 June 2020. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**").

This announcement has been reviewed by the Company's Sponsor. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

The contact person for the Sponsor is Ms. Ng Shi Qing, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.