SOUTHERN ALLIANCE MINING LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 201931423D)

EARNINGS GUIDANCE FOR THE UNAUDITED FINANCIAL RESULTS FOR THE FULL YEAR ENDED 31 JULY 2025

The board of directors (the "**Board**") of Southern Alliance Mining Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") would like to inform shareholders that based on a preliminary review of the Group's unaudited financial results for the full year ended 31 July 2025 ("**FY2025**"), the Group is expected to report a higher net loss compared to the last financial year.

The net loss is mainly due to (i) lower average realised selling price as the iron ore prices continue to soften; (ii) a non-cash impairment loss in respect of the Group's mining assets, arising from the slowdown in demand for iron ore from the steel industry and the eventual lower forecasted iron ore prices outlook, which resulted in a lower recoverable amount as compared to the carrying value of the mining assets; (iii) a non-cash impairment loss on the Group's investments in joint ventures, following the non-renewal of exploration licences for projects in Sabah, Malaysia; and (iv) a non-cash impairment loss on the Group's investment in a joint venture with an iron ore mining site in the State of Pahang, in which the decrease in forecasted iron ore prices resulted in a lower recoverable amount as compared to the carrying value of the investment.

The Company is still in the process of finalising the financial results of the Group for FY2025. Further details of the Group's financial performance and position will be disclosed when the Company announces its unaudited financial results for FY2025 by 29 September 2025.

In the meantime, shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

Dato' Sri Pek Kok Sam
Managing Director
22 September 2025

This announcement has been reviewed by the Company's Sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement. 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 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.