

22 February 2019

The Manager
Company Announcements Office
ASX Limited

INFORMATION REQUIRED UNDER ASX LISTING RULE 3.10.5A

Southern Gold Ltd provides the following information required under ASX Listing Rule 3.10.5A.

a) Dilution to existing holders:

The dilutive effect of the 7.1A placement of 5,583,557 fully paid ordinary shares on existing shareholders is 9%.

Further details of the approximate percentage of the issued capital post the placement held by pre-placement shareholders and the new shareholders are as follows;

<i>Shareholder category</i>	<i>Holding pre placement</i>	<i>Holding post placement</i>
Pre-placement security holders who did not participate in the placement	82.43%	73.65%
Pre-placement security holders who did participate in the placement	16.57%	21.02%
Participants in the placement who were not previously security holders	-	5.33%
Total	100%	100%

- b) The Company has resolved to utilise the capacity available to it under ASX Listing Rule 7.1A. The Company considers this to be the most effective and expedient method for raising funds to further exploration expenditure and general working capital;
- c) No underwriting arrangement were in place for the placement; and
- d) No fees were paid in connection with the placement.