Drilling at Spider Zone, Beopseongpo Project, South Korea, May 2020

Investor Briefing

11 May 2020
ASX: SAU

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Forward-looking statements

The information in this presentation is published to inform you about Southern Gold Limited ("Southern Gold") and its activities. Some statements in this presentation regarding estimates or future events are forward looking statements. These may include, without limitation:

- Estimates of future cash flows, the sensitivity of cash flows to metal prices and foreign exchange rate movements;
- Estimates of future metal production; and
- Estimates of the resource base and statements regarding future exploration results and increasing the company's resource base

Such forward looking statements are based on a number of estimates and assumptions made by the Company and its consultants in light of experience, current conditions and expectations of future developments which the Company believes are appropriate in the current circumstances. Such statements are expressed in good faith and believed to have a reasonable basis. However the estimates are subject to known and unknown risks and uncertainties that could cause actual results to differ materially from estimated results.

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Competent Person's statements

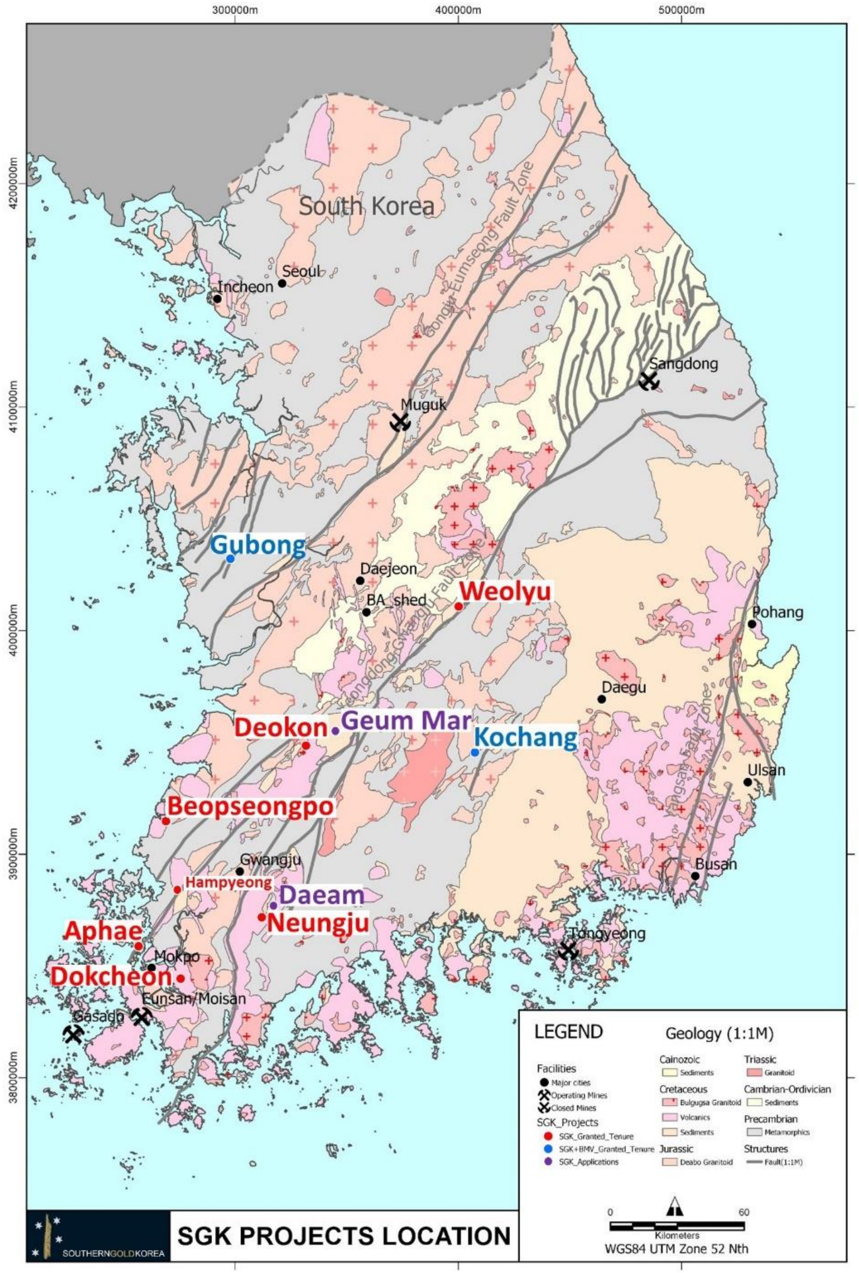
The information in this report that relates to Exploration Results has been compiled under the supervision of Dr Chris Bowden (FAusIMM(CP)). Dr Bowden, who is a consultant of Southern Gold Limited and a Fellow and Chartered Professional of The Australasian Institute of Mining and Metallurgy, has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Bowden consents to the inclusion in this presentation of the matters based on the information in the form and context in which it appears.

Additional information in this report that relates to Exploration Results has been compiled under the supervision of Paul Wittwer. Mr Wittwer, who is an employee of Southern Gold Limited has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he has undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Wittwer consents to the inclusion in this presentation of the matters based on the information in the form and context in which it appears.

For those new to the Southern Gold story…

> "The discovery and definition of high-grade precious metal deposits in South Korea."

1. South Korean geology
2. Very experienced geologists with the right culture
3. Secure tenure in 1st world jurisdiction
4. 9 x 100% owned projects (we are first-mover)
5. 2 x 50% owned projects (50/50 JV LSE-listed BMV)
6. Focus on project generation and actively drilling
7. Tight capital structure, low valuation, $5m funding



Highlights from March 2020 Quarterly

- **Significant levels of field activity** in South Korea - diamond drilling programs and project generation
- **A$4 million capital raise** in 2 tranches (now completed)
- **Douglas Kirwin** joined the board
- AIM listed investment specialist, **Metal Tiger PLC**, strongly supported the equity raising
- **Terry Grammer** joining the board (pending)
- Diamond drilling at the **Beopseongpo** Project - 'Golden Palm', 'Hand of Faith' and 'Spider' prospects
- Strong structures intersected at '**Hand of Faith**' (assays pending)
- **Shin Hill** and the **Aphae** Project to be drilled shortly (June quarter)
- At **Dokcheon** Project samples returned up to 1.5g/t gold in high level textures, warranting a scout drill program (drilling September quarter, subject to land access)
- At **Geum-Mar** discovery area assays included a peak of 3.05g/t gold from a group of nine highly anomalous samples (drilling September/December quarter, subject to land access)
- At **Daeam Valley** discovery area thirteen samples returning values >1g/t gold (peak 3.49g/t Au) over a strike-length of 1km, open in both directions (drilling September/December quarter, subject to land access)

$4m Recent Equity Raising

AIM Listed Metal Tiger PLC Corner-stoned the investment with $2.2m, now 17.1% of SAU

Metal Tiger PLC ('Metal Tiger'), listed on the London Stock Exchange AIM Market invests in high potential mineral projects with a base, precious and strategic metals focus. It has "Direct Equities" and "Direct Projects" divisions and is a technically sophisticated investor.

- ❑ **$4m raised at the height of COVID19 issues**
- ❑ **Focus on drilling new targets**
- ❑ **Executed by organically developed Korean team**
- ❑ **Recent/ pending technical appointments to Board include:**

Recent appointment

Doug Kirwin, NED
Economic Geologist
Proven discovery track record. Discoveries and acquisitions include:

- Oyu Tolgoi Cu-Au, Mongolia
- Hill 217 Au, China
- Kerta/Jelai/Seruyung Au, Indonesia
- Merlin Mo-Re, Australia
- Eunsan/Moisan/Gasado Au-Ag, South Korea
- Ulugtau Au (Carlin type), Kyrgyz Republic

Appointment in process

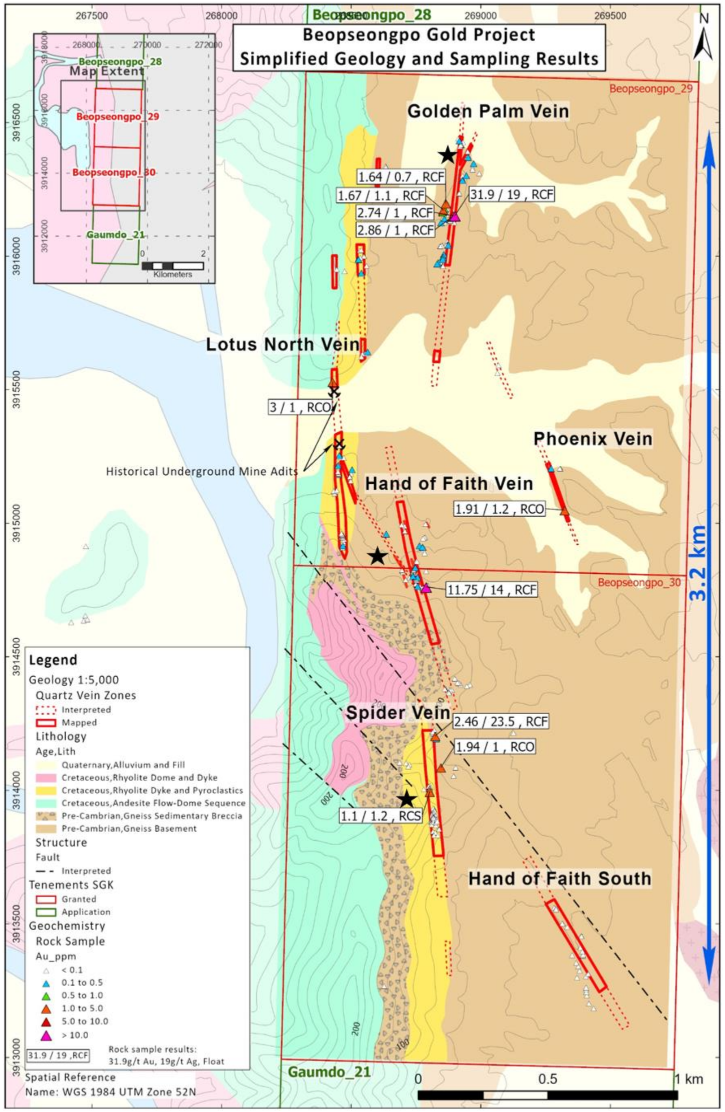
Terry Grammer, NED
Exploration Geologist
World-class deposit discoverer and corporate development executive including:

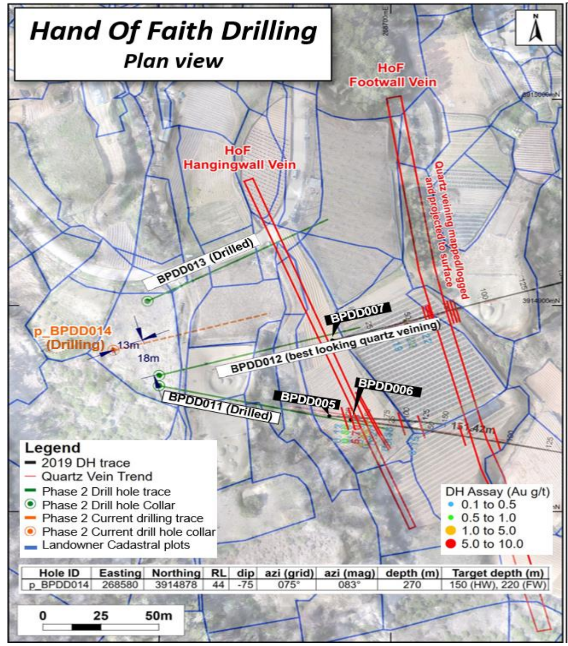
- Cosmos Ni/Jubilee
- Western Areas
- South Boulder Mines
- Nova Ni/Sirius Resources
- Metal Tiger, MOD Resources

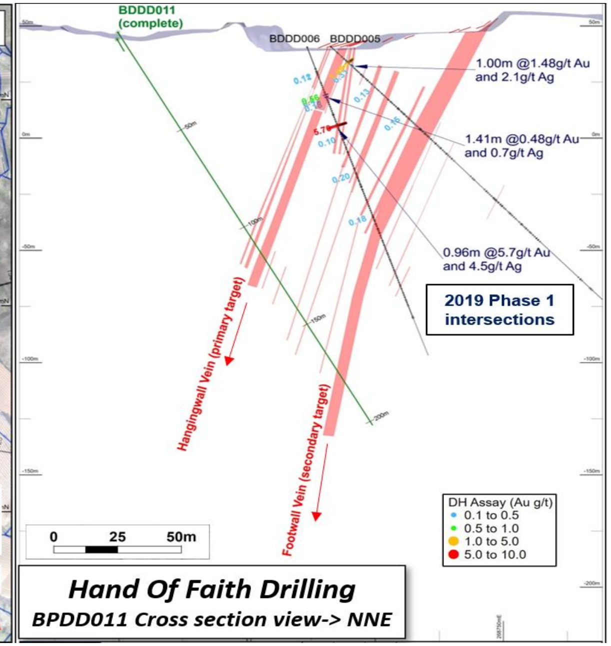
Beopseongpo: currently drilling

Drilling, field work activity and funding to develop a well regarded exploration business

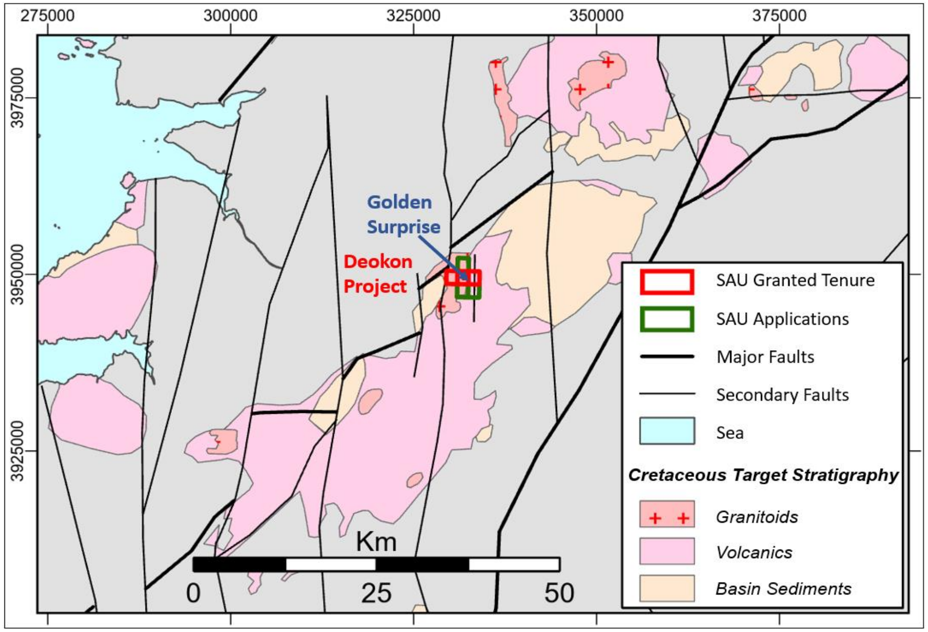
- Currently drilling, 1 rig turning at Beopseongpo, 1 rig on way to Shin Adit at Deokon

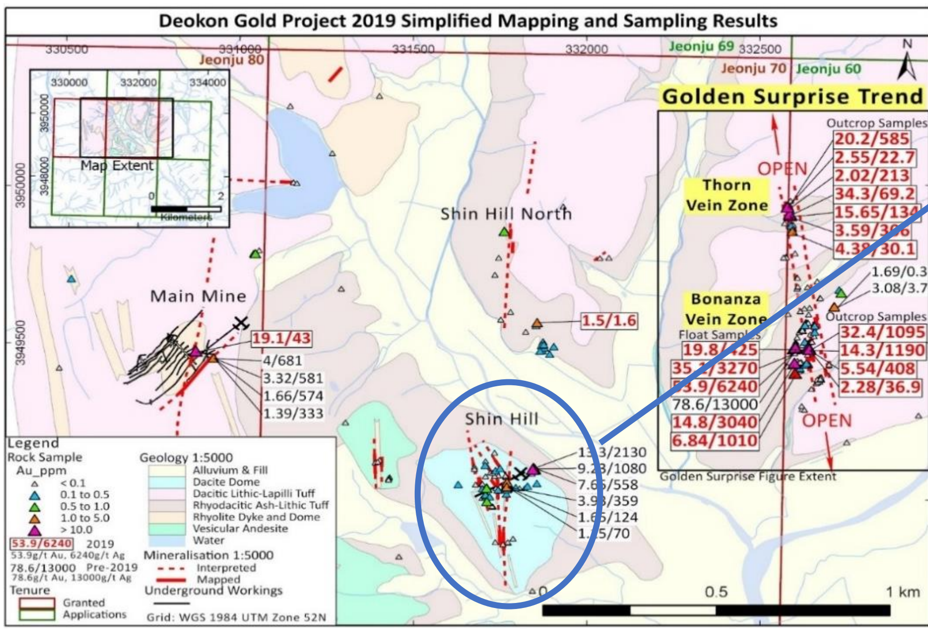


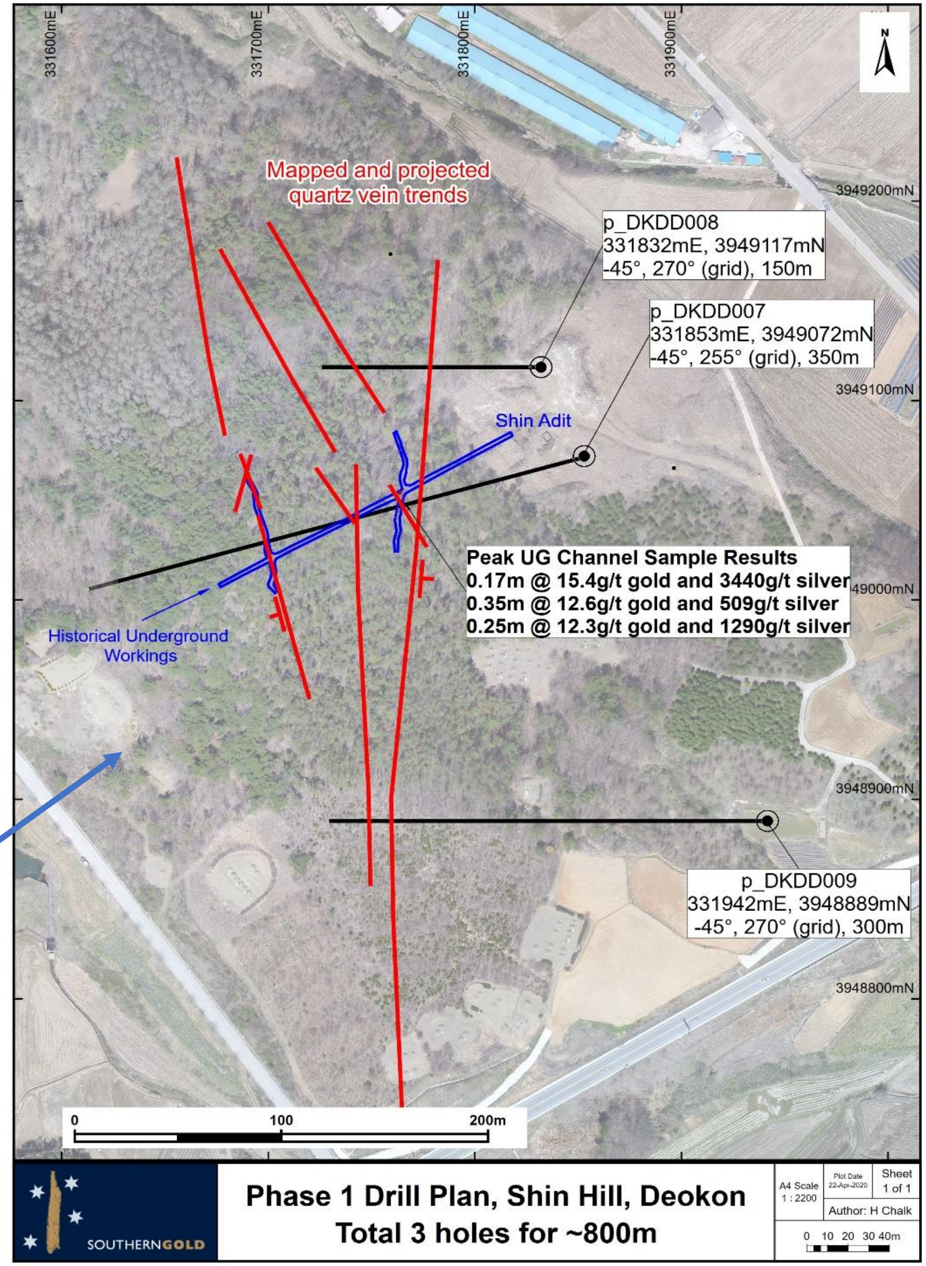




Deokon – current drill plan, rig in transit

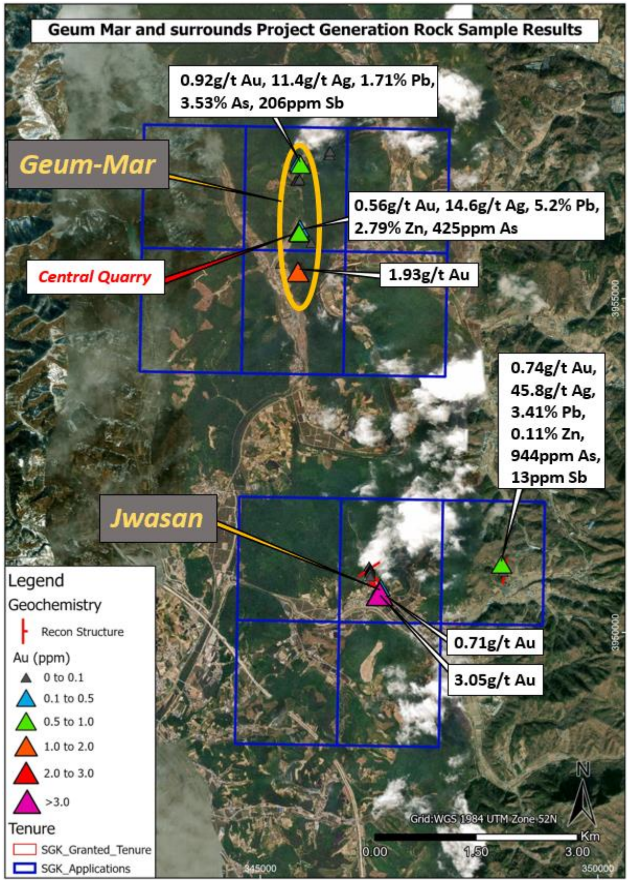


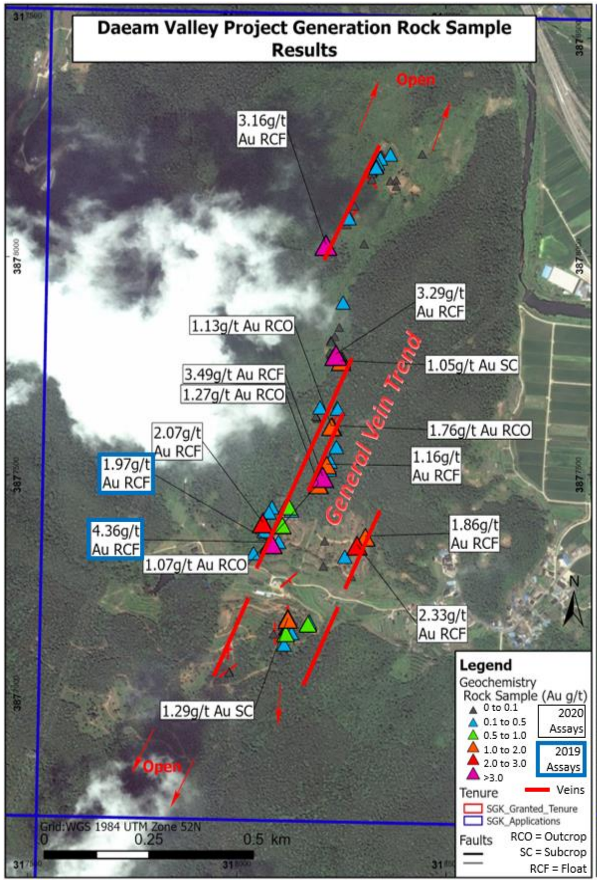


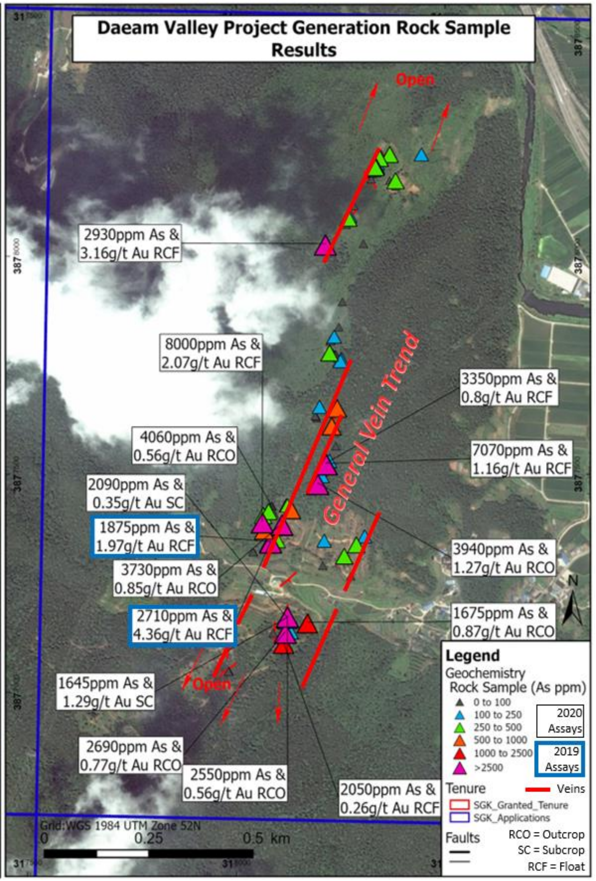


Active field work generating new leads

- ❑ **Field teams identifying new mineralised systems every 4-6 weeks of field work**
- ❑ **Incredible country-wide potential**
- ❑ **Barriers to entry are high: language, technical understanding, tenure system**
- ❑ **SAU is well established and ahead of any potential competitors (currently none)**







Building the Project Portfolio

Southern Gold Ltd (ASX)

Market Cap.~AUD15.4m **~US$9.9m**
Cash ~US$3.2m* **EV ~US$6.7m**

Bluebird Merchant Ventures Ltd (LSE)

Market Cap. ~ GBP14.4m ~ US$17.9m
Cash minimal (SAU est.) **EV ~ US$18m**

100%

International Gold (IGPL) [Singapore subsidiary]

50%

50%

Gubong Project JV Co Ltd [Singapore subsidiary]

Kochang Project JV Co Ltd [Singapore subsidiary]

100%

Southern Gold Korea (SGK) [SK subsidiary]

100%

Gubong Project Co [SK subsidiary]

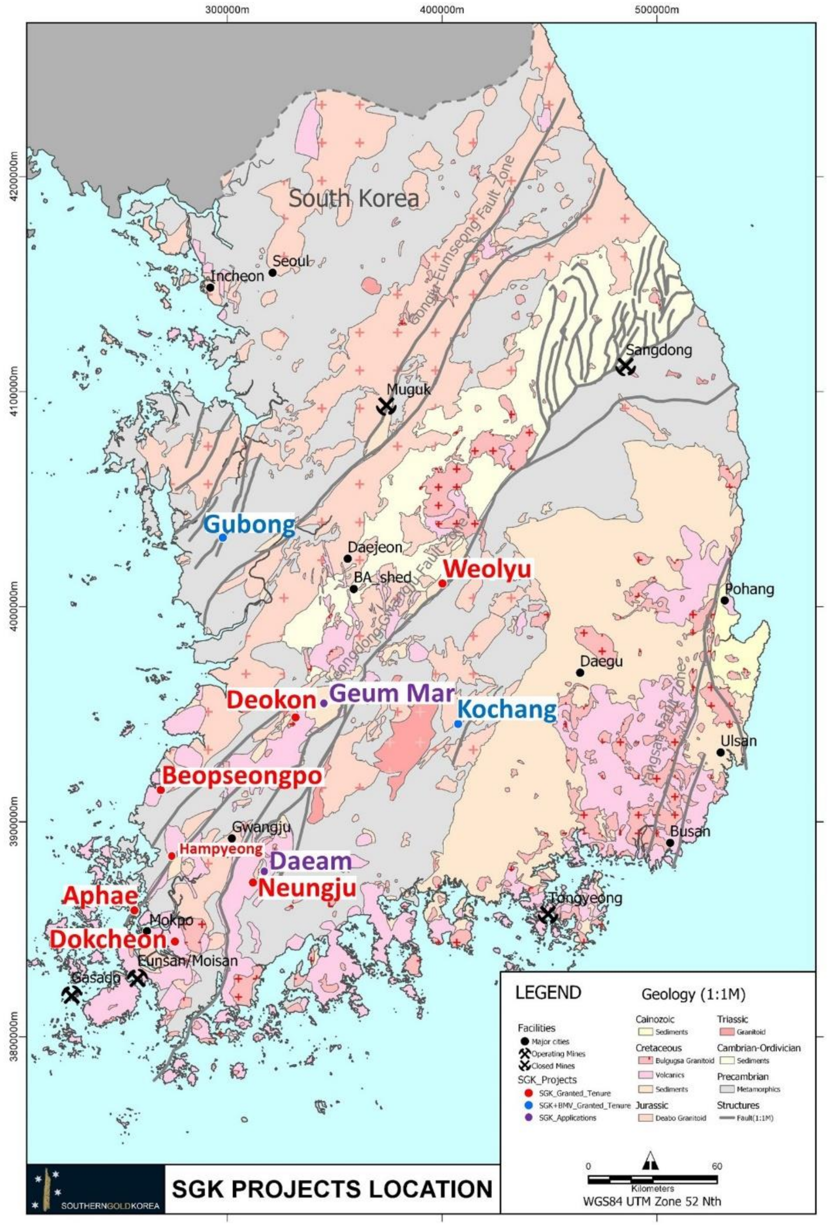
100%

Geochang Project Co [SK subsidiary]

100%

Weolyu Project
Beopseongpo Project (Hand of Faith, ++)
Deokon Project
Neungju Project
Aphae Project
Dokcheon Project
Geum-Mar Project
Daeam Valley Project

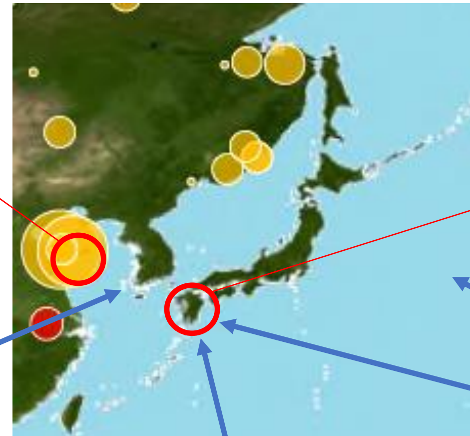
+ Active Project Generation Initiative



Peers in Japan

North East Asia Gold Play

World class Au deposits in Jiaodong Peninsula, China



World class Au deposits in Kyushu, Japan (discovery pre 2009)

Southern Gold (SAU.AX)	Irving Resources (IRV.CN)	Japan Gold (JG.V)
ASX Listed: 12c/share Market Capitalisation = ~AUD15.4m **Value of SAU in USD = ~US$9.9m**	CNSX Listed: C$2.91/share Market Capitalisation = CAD$160m **Value of IRV in USD = US$115m**	TSXV Listed: CAD28c/share Market Capitalisation = CAD$40m **Value of JG in USD = US$29m**
	Backed by **Newmont Goldcorp**	Backed by **Barrick Gold Corp.**

North Asia Map: bubble size (1 to 5 Moz Au) and location of gold deposits found in the period 2009-2018 (MinEx Consulting Oct 2019). Highlights significant deposits found in the Jiaodong Peninsula and Eastern Russia in recent times. **See also 'Dragon Rising' research report Nov. 2019**

The Drill Pipeline

Funded to complete diamond drilling programmes across the portfolio in FY21

❑ **Follow up drilling** of major new vein system at **Beopseongpo** (SAU 100%): Hand of Faith + Spider	Now
❑ **Follow up drilling** and potentially maiden JORC resource at **Weolyu** (SAU 100%)	2020H2
❑ **Follow up drilling** of Shin Adit target at **Deokon** (SAU 100%)	Pending
❑ **First pass scout drilling** at **Aphae** (SAU 100%)	2020Q2
❑ **First pass scout drilling** at **Dokcheon** (SAU 100%)	2020Q3
❑ **First pass scout drilling** at **Geum-Mar** (SAU 100%)	2020Q4
❑ **First pass scout drilling** at **Daeam Valley** (SAU 100%)	2020Q4
❑ Probable **stage 3 drilling** at **Hand of Faith** (SAU 100%)	[2021Q1]
❑ BMV to drill (tbc) at **Kochang** (SAU 50%)	TBC
❑ Project generation to resume once COVID19 allows	TBC