

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



南戈壁資源有限公司*

(A company continued under the laws of British Columbia, Canada with limited liability)

(Hong Kong Stock Code: 1878)

(TSX Venture Exchange Stock Symbol: SGQ)

POSITIVE PROFIT ALERT

This announcement is made by SouthGobi Resources Ltd. (the “**Company**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Company wishes to inform its shareholders and potential investors that, based on the Company’s preliminary assessment of the unaudited management accounts for the three months ended September 30, 2023 and the information currently available to the Company, it is expected that the Company would record a net profit between US\$26 million and US\$34 million for the three months ended September 30, 2023, as compared to a net loss of US\$8 million for the corresponding period in 2022. The expected net profit is primarily attributable to the increased sales volume and improvement in the Company’s average realized selling price during the third quarter of 2023.

As at the date of this announcement, the Company is still preparing and finalizing its quarterly results for the quarter ended September 30, 2023. The information contained in this announcement is based on the preliminary assessment of the information currently available to the Company and the unaudited management accounts, which have not been audited by the Company’s auditors and are subject to further adjustments. Details of the Company’s financial information and performance will be disclosed in the 2023 third quarter results announcement which is expected to be published on November 14, 2023.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

** For identification purposes only*

By order of the Board
SouthGobi Resources Ltd.

Mao Sun
Lead Director

Vancouver, November 2, 2023

Hong Kong, November 3, 2023

As at the date of this announcement, the executive directors of the Company are Mr. Ruibin Xu, Ms. Chonglin Zhu and Mr. Chen Shen; the independent non-executive directors of the Company are Mr. Yingbin lan He, Mr. Mao Sun and Ms. Jin Lan Quan; and the non-executive directors of the Company are Mr. Zhu Gao and Mr. Zaixiang Wen.