For personal use only

MAY 01, 2025

Southern Cross Gold Arranges C$143M Funding to Accelerate Sunday Creek Gold-Antimony Project

NOT FOR DISTRIBUTION TO UNITED STATES NEWSWIRE SERVICES OR FOR DISSEMINATION IN THE UNITED STATES

Vancouver, Canada and Melbourne, Australia - Southern Cross Gold Consolidated Ltd ("SXGC", "SX2" or the "Company") (TSXV:SXGC) (ASX:SX2) (OTCPK:MWSNF) (Frankfurt:MV3.F) is pleased to announce that, further to its press release dated April 28, 2025, the Company, Stifel Nicolaus Canada Inc. and Aitken Mount Capital Partners Pty Ltd (ABN 39 169 972 436) as joint lead managers and joint bookrunners ("JLMs"), together with Jett Capital Advisors, as co-manager (collectively with the JLMs, the "Agents") have agreed to increase the size of its previously announced "best efforts" private placement to an upsized amount of approximately C$143,000,000.

Highlights

- Upsized C$143M/AUD$162M private placement received strong demand from existing shareholders and Australian, Canadian and overseas institutional investors.
- Upon completion of the capital raise, the Company will be fully funded to deliver the following key milestones in the growth and development of the Sunday Creek Gold-Antimony Project, located 60 km north of Melbourne, Australia:
  - C$53M for drilling targeted to establish an Inferred Resource by Q1 2027
  - C$27M for 1 km decline development to accelerate access to mineralization
  - C$4M for a Preliminary Economic Assessment in respect of Sunday Creek
  - C$59M for exploration target expansion, regional exploration along the 12 km mineralized trend, working capital and G&A over three years.
- Further updates expected as the Company accelerates its growth and development plan with strengthened treasury.

Proposed Placement

The Company has appointed the Agents, to raise approximately C$143M/AUD$162M on a "best efforts basis" by way of a private placement ("Placement") of an aggregate of 31.8M common shares of the Company (the "Common Shares") at a price of C$4.50 per Common Share and/or Chess Depositary Interests (the "CDIs") at a price of A$5.10 per CDI. The Common Shares and the CDIs offered in connection with the Placement shall collectively be referred to as the "Securities".

The Placement received strong demand from Australian, Canadian, and overseas institutional and other investors as well as existing shareholders.

Mariana Bermudez – Corporate Secretary
+1 604 685 9316 mbermudez@chasemgt.com
1305 – 1090 West Georgia Street Vancouver, BC, V6E 3V7, Canada

Nicholas Mead – Corporate Development
+61 415 153 122 info@southerncrossgold.com.au
Level 21, 459 Collins Street, Melbourne, VIC, 3000, Australia

For personal use only

The issue of the Securities under the Placement will not be subject to shareholder approval and will be made within the Company's placement capacity under Australian Securities Exchange ("ASX") listing rule 7.1.

The Securities will rank equally with all other Common Shares and CDIs currently on issue.

The issue price for the CDIs represents an approximate 8.9% discount to the CDIs' last closing price on April 28, 2025 and an approximate 8.3% discount to the 5-day volume weighted average price of CDIs traded on ASX prior to the Company entering into a trading halt on April 29, 2025.

The issue price for the Common Shares represents an approximate 4.1% discount to the Common Shares' last closing price on April 29, 2025 and an approximate 5.0% discount to the 5-day volume weighted average price of Common Shares traded on ASX Venture Exchange ("TSXV") prior to the Company entering into a trading halt on April 29, 2025.

"The issue of the Securities under the Placement is expected to occur on May 6, 2025 (Vancouver) and May 7, 2025 (Australia) for CDIs ("Tranche 1") and on May 14, 2025 for the remaining Common Shares ("Tranche 2"), or on such other dates as the Company and the JLMs may agree."All Securities issued pursuant to the Placement will be subject to a four-month hold period from the date of closing. **CDIs issued under the Placement cannot be converted into common shares of the Company for the purpose of trading such shares in Canada until four months have elapsed from the issue date.** The Placement is subject to certain conditions including, but not limited to, receipt of all necessary approvals, including the approval of the TSXV.

The Placement is being made in Australia under an offer to investors who qualify as professional or sophisticated investors under sections 708(8), (10) and (11) of the Corporations Act 2001 (Cth). The Placement is being made in Canada by way of private placement in reliance on available exemptions from the prospectus requirements in each of the Provinces of Canada.

The Securities offered have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act") or any U.S. state securities laws, and may not be offered or sold in the United States or to, or for the account or benefit of, United States persons absent registration or any applicable exemption from the registration requirements of the U.S. Securities Act and applicable U.S. state securities laws. This news release does not constitute an offer to sell or a solicitation of any offer to buy securities in the United States, nor in any other jurisdiction.

Southern Cross Gold's President & Chief Executive Officer Michael Hudson said: *"This C$143 million/A$162 million capital raise provides the Company with full funding for our strategic Sunday Creek work programs, enabling us to both derisk and expand the project.*

"We thank our shareholders for their continued support and welcome the new institutional investors who have joined us, all recognizing Sunday Creek's potential as we accelerate its development. This funding allows us to advance our drill programs, complete permitting for the underground tunnel to allow access for underground drilling all of which will provide the necessary information to complete economic studies. Sunday Creek's antimony component has attracted significant interest given current geopolitical factors, potentially positioning us as a key Western supplier of this critical metal while we focus primarily on developing a high-grade gold project in a tier-one jurisdiction."

Purpose of Capital Raising and Use of Funds

The net proceeds from the Placement are expected to be used for:

- C$53M for 207 km of drilling targeted to establish an Inferred Resource by Q1 2027
- C$27M for 1 km decline permitting and development to accelerate access to mineralization
- C$4M for Preliminary Economic Assessment in respect of Sunday Creek C$59M for exploration target expansion, regional exploration along the 12 km mineralized trend, working capital and G&A over three years

The Placement aims to strengthen Southern Cross Gold's financial position and execute on the Company's strategic business plan.

At the closing of the Placement, the Company will pay to the Agents a cash commission equal to 5% of the gross proceeds of the Placement for orders received outside the President's List. The Company may pay finder's fees on a portion of the President's List consisting of 2.5% commission in cash or common shares.

About Southern Cross Gold Consolidated Ltd. (TSXV:SXGC) (ASX:SX2)

Southern Cross Gold Consolidated Ltd. (TSXV:SXGC, ASX:SX2) controls the Sunday Creek Gold-Antimony Project located 60 km north of Melbourne, Australia. Sunday Creek has emerged as one of the Western world's most significant gold and antimony discoveries, with exceptional drilling results from just 77 km of drilling. The mineralization follows a "Golden Ladder" structure over 12 km of strike length, with confirmed continuity from surface to 1,100 m depth.

Sunday Creek's strategic value is enhanced by its dual-metal profile, with antimony contributing 20% of the in-situ value alongside gold. This has gained increased significance following China's export restrictions on antimony, a critical metal for defence and semiconductor applications. Southern Cross' inclusion in the US Defense Industrial Base Consortium (DIBC) and Australia's AUKUS-related legislative changes position it as a potential key Western antimony supplier. Importantly, Sunday Creek can be developed primarily based on gold economics, which reduces antimony-related risks while maintaining strategic supply potential.

Technical fundamentals further strengthen the project, with preliminary metallurgical work showing non-refractory mineralization suitable for conventional processing.

With over 1,000 Ha of strategic freehold land ownership, and a large 60 km drill program planned through Q3 2025, SXGC is well-positioned to advance this globally significant gold-antimony discovery in a tier-one jurisdiction.

- Ends -

This announcement has been approved for release by the Board of Southern Cross Gold Consolidated Ltd.

For further information, please contact:

Mariana Bermudez – Corporate Secretary - Canada

mbermudez@chasemgt.com or +1 604 685 9316

Executive Office: 1305 – 1090 West Georgia Street Vancouver, BC, V6E 3V7, Canada

Nicholas Mead – Corporate Development

info@southerncrossgold.com or +61 415 153 122

Justin Mouchacca, Company Secretary - Australia

jm@southerncrossgold.com.au or +61 3 8630 3321

Subsidiary Office: Level 21, 459 Collins Street, Melbourne, VIC, 3000, Australia

Forward-Looking Statement

This news release contains forward-looking statements. Forward-looking statements involve known and unknown risks, uncertainties and assumptions and accordingly, actual results and future events could differ materially from those expressed or implied in such statements. You are hence cautioned not to place undue reliance on forward-looking statements. All statements other than statements of present or historical fact are forward-looking statements including without limitation statements related to the closing of the Placement, use of proceeds of the Placement, applicable regulatory and applicable stock exchange approvals. Forward-looking statements include words or expressions such as "proposed", "will", "subject to", "near future", "in the event", "would", "expect", "prepared to" and other similar words or expressions. Factors that could cause future results or events to differ materially from current expectations expressed or implied by the forward-looking statements include general business, economic, competitive, political, social

For personal use only

uncertainties; the state of capital markets, unforeseen events, developments, or factors causing any of the expectations, assumptions, and other factors ultimately being inaccurate or irrelevant; and other risks described in Southern Cross Gold's documents filed with Canadian or Australian securities regulatory authorities (under code SX2). You can find further information with respect to these and other risks in filings made by Southern Cross Gold with the securities regulatory authorities in Canada or Australia (under code SX2), as applicable, and available for Southern Cross Gold in Canada at www.sedarplus.ca or in Australia at www.asx.com.au (under code SX2). Documents are also available at www.southerncrossgold.com We disclaim any obligation to update or revise these forward-looking statements, except as required by applicable law.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

For personal use only