



Southern Arc

MINERALS INC.

TSX-V: SA

www.southernarcminerals.com

Southern Arc is a Canadian company focused on gold and copper-gold exploration in three of the world's most prospective mineralized regions: Indonesia, Japan and Quebec, Canada.

Southern Arc's corporate strategy is underpinned by:

Exploration Properties with District-scale Potential

Southern Arc was among the first companies to establish a foothold in Indonesia's Sunda-Banda magmatic arc, which hosts numerous high-quality gold and copper-gold deposits. Drilling at Southern Arc's West Lombok property has confirmed consistently good grades along a 13km by 7km corridor of mineralization, with high-grade mineralization open at depth. Southern Arc's East Elang property holds potential as a strategic "area play" located adjacent to Newmont's world-class Elang porphyry copper-gold deposit.

In 2013 Southern Arc diversified its portfolio by purchasing a 26% interest in Eagle Hill Exploration, which owned the high-grade Windfall Lake gold property in Quebec, Canada. With an indicated resource averaging 8.4 g/t gold, the Windfall Lake project is one of the highest-grade resource-stage gold projects in the world, in one of the world's premier mining jurisdictions. Eagle Hill was bought out by Oban Mining Corporation in August 2015 for a 258% premium over market, underscoring the value of the Windfall Lake property. Southern Arc continues to hold a substantial investment in Oban Mining, with both shares and warrants.

In 2015 Southern Arc further diversified its portfolio by lodging 80 prospecting rights license applications in Northern Japan. The Tertiary volcanic arc terrains of Japan host five million-plus-ounce gold and silver deposits, including Hishikari, one of the world's highest-grade gold mines. Despite its mining-friendly government and history of gold production, Japan remains largely underexplored, and as such fits Southern Arc's strategy of identifying overlooked areas and moving quickly to control large parcels of prospective land.

Strong Partnerships

Southern Arc has established a partnership at its West Lombok Indonesian project to reduce capital expenditures while ensuring the project continues to advance for the benefit of Southern Arc shareholders, and intends to identify partners for its Japanese properties once the prospecting rights are granted.

Diversification Strategy

At the end of 2012, Southern Arc's Board of Directors undertook a strategic review to refocus the Company's exploration and development strategy. The Board agreed to narrow its Indonesian focus to two key properties: West Lombok and East Elang. At West Lombok Southern Arc has brought in a funding partner to ensure the property continues to advance while reducing Southern Arc's capital exposure. Southern Arc also broadened its portfolio by lodging 80 prospecting rights license applications in Northern Japan and investing in a high-quality gold project in Quebec, Canada.

INDONESIA

- One of the most prospective mineralized regions in the world
- Southern Arc is exploring in the region that hosts Batu Hijau and Grasberg, two of the world's largest copper-gold mines

PROMISING PROPERTIES

West Lombok

- District-scale potential for gold and porphyry copper-gold
- More than 40,000 metres of drilling to date
- Inferred resource estimate of 1.49 Moz of gold, 1.82 Moz of silver and 397.3 Mlb of copper from three open-pit epithermal gold deposits and one porphyry copper-gold deposit
- Joint venture partner is completing a feasibility study and obtaining an exploitation permit for small-scale gold production to earn a 25% interest in the property

East Elang

- Strategic "area play" property adjacent to Newmont's world-class East Elang copper-gold deposit

JAPAN

- Underexplored mining district in a stable jurisdiction
- Revised Mining Law in 2012 to re-activate the mining industry and encourage foreign investment

FIRST MOVER ADVANTAGE

Proven Mining District

- Japan has a history of significant gold production, with good grades and many million + ounce deposits
- Hishikari Mine has been producing since 1985 and is one of the world's best gold mines, with grades averaging 40 g/t gold
- The Metal Mining Agency of Japan has compiled an extensive, detailed and relevant database of exploration and geological data that has helped Southern Arc to pinpoint the most promising areas
- Japan has a well-established regulatory framework
- Southern Arc has established a Japanese subsidiary and contracted experienced local geologists
- Southern Arc has lodged 80 prospecting rights license applications and commenced surface exploration; drilling can commence when the prospecting licenses are granted



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Management Team

John Proust, Chairman & CEO of Southern Arc

Certified Director and one of the original founders of Southern Arc in 2004. Resource sector expert in financing, mergers and acquisitions, corporate restructuring and corporate governance.

Dr. Mike Andrews, President & COO of Southern Arc

Geologist with more than 30 years of research and exploration experience in Indonesia and Australasia. Principal in the discovery, exploration and development of the Way Linggo gold-silver mine in Indonesia.

Danny Lee, Chief Financial Officer

Chartered Accountant with more than 20 years of experience with financial reporting, strategic planning, tax planning and corporate governance, including eight years as the CFO of resource companies.

Rhylin Bailie, Vice President Investor Relations

More than 20 years of mining industry experience, including 11 years in finance with Placer Dome and five years in investor relations with NovaGold Resources.

Eileen Au, Corporate Secretary

Wide range of securities, capital markets, administrative, corporate governance and corporate secretary experience, with special expertise relating to businesses in the resource sector.

Directors & Advisors

John Proust, Director

Dr. Mike Andrews, Director

Bob Gallagher, Director

President & CEO of NewGold with 32 years in the mining industry. Extensive Indonesian experience as VP of Newmont's Asia-Pacific operations, including development of the Batu Hijau mine.

John Carlile, Director

Geologist with more than 35 years in senior executive and director positions with both major and junior resource companies, including as Exploration Manager for Newcrest Mining when it discovered its Gosowong mine.

Khalid Al-Obaidli, Director

Chief Investment Officer of Qatar Mining Company. Has an MBA from Paris and a BSc in Mining and Geological Engineering from U of Arizona.

Morris Klid, Director

Entrepreneur for more than 30 years, providing innovative services primarily in corporate due diligence, legal, financial, and search and registration. BA in Economics from Wilfrid Laurier University.

Dr. Steve Garwin, Senior Technical Advisor

Formerly a Chief Geologist with Newmont. More than 22 years of exploration experience in Pacific arc terranes, including a doctoral thesis on the Batu Hijau mine.

Dr. Alwi Shihab, Advisor

Involved with a wide variety of private companies operating in Indonesia. Previously, Special Envoy of the President of Indonesia to the Middle East and Foreign Minister for Indonesia.

Rhylin Bailie

Vice President Investor Relations & Communications

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SHARE STRUCTURE

SHARES: 15,088,116

OPTIONS: 959,000

WARRANTS: 4,166,667

FULLY DILUTED: 20,213,783

CAPITAL: Completed \$1 M financing in Jan 2016
52-week trading range: \$0.24 - \$1.00