

NEWSLETTER

During the past 12 months, the new management of South Atlantic have set a new strategy for the company. These successful changes have resulted in positive results with all goals and milestones achieved. Additionally, all progress has been achieved within tight and constrained budgets:

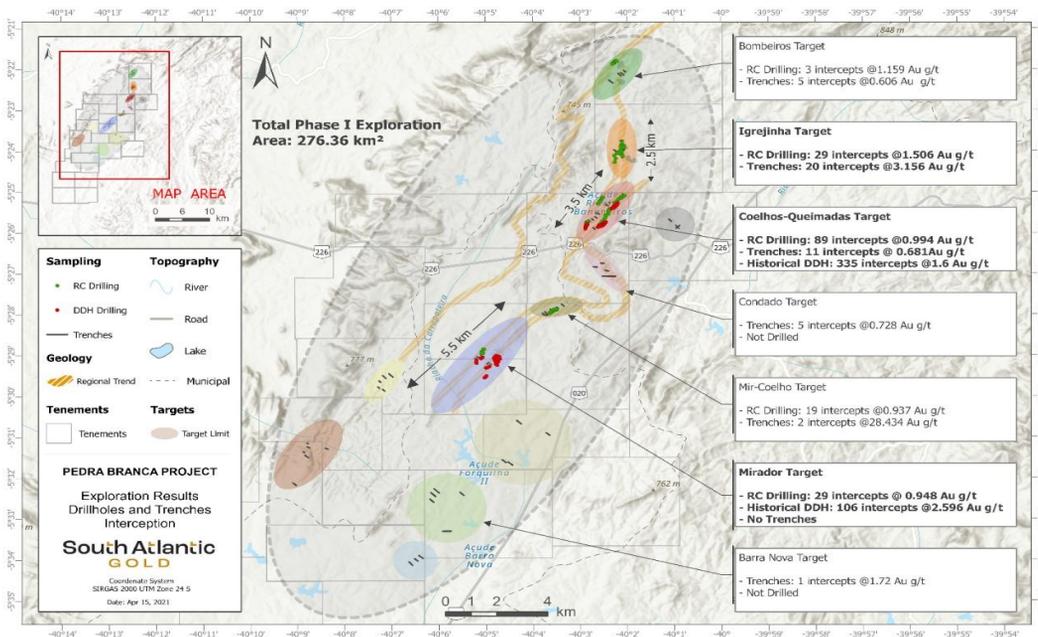
- ✓ Installation of new management, name change, new stock symbol and new focus for the Company
- ✓ Acquisition of the Pedra Branca Project in Brazil
- ✓ Establishment of a local office and a geological/geotechnical team
- ✓ Quick and efficient mobilization of drill rigs
- ✓ Database creation and organization with validation of historical drilling results
- ✓ Validation of historical diamond drilling assay results
- ✓ Completion of a US\$1 million Phase I exploration program, to earn a 75% interest in Pedra Branca
- ✓ Delivery of a NI 43-101-compliant technical report to earn an additional 25% interest in Pedra Branca for total ownership of 100%
- ✓ Inferred Mineral Resource¹ of 180,000 ounces with an average of 40 meters drill hole depth ([NI 43-101](#))
- ✓ Identification of 39 mineralized zones over the northern portion of the Project
- ✓ Acquisition of additional tenement in the center of Pedra Branca
- ✓ Review of Big Kidd for optionality
- ✓ Phase II Exploration Plan for Pedra Branca.

1. An Inferred Mineral Resource is that part of a Mineral Resource for which quantity and grade or quality can be estimated on the basis of geological evidence and limited sampling and reasonably assumed, but not verified, geological grade and continuity.



On May 31st, 2021, the financial statements recorded a cash balance of \$532k. The Company continues to monitor market conditions while safeguarding the cash balance for future financing.

South Atlantic has a working philosophy to build shareholder value. This strategy is designed to expand our current projects and identify new projects, by exploration or corporate development activities, that will enhance our current portfolio. South Atlantic management and shareholders have high standards and expectations and with it a view for growth. As of yet, more than 40 projects have been reviewed for potential acquisition since October 2020.



The accomplishments of the past 12 months would not be possible without the efforts and support of the Board of Directors, management team, and shareholders. We continue to look forward to future growth into a sustainable resource company, with a clear plan for Pedra Branca's development and opportunistic transactions that will add to shareholder value.

Respectfully,
Douglas Meirelles, CEO, President and Director

Although the Company believes the forward-looking information contained in this newsletter is reasonable based on information available on the date hereof, by its nature forward-looking information involves assumptions and known and unknown risks, uncertainties and other factors which may cause our actual results, level of activity, performance or achievements, or other future events, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking information.

Additional information relating to the Company is available at SouthAtlanticGold.com or www.sedar.com.