



Southern Lithium Corp.
Unit 1, 550 Browning Place
North Vancouver, BC, V7H 3A9

**Southern Lithium Corp. Announces Closing of Second and Final Tranche
of Private Placement**

January 5, 2017, Vancouver, B.C. - Southern Lithium Corp. (the "Company") (TSX-V: SNL) announces that further to its news releases dated November 1, 2016 and December 9, 2016, it has completed the second and final tranche of its non-brokered private placement of 48,000 units ("Units") at a price of \$0.25 per Unit for aggregate gross proceeds of \$12,000 (the "Offering").

Each Unit consists of one common share (a "Share") and one Share purchase warrant of the Company (a "Warrant"). Each Warrant will entitle the holder to purchase one Share (a "Warrant Share") at an exercise price of \$0.35 per Warrant Share for a period of 18 months from the date of issuance until June 21, 2018; however, if the closing sales price of the Company's Shares (or the closing bid, if no sales were reported on a trading day) as quoted on the TSX Venture Exchange ("TSXV") (or such other securities exchange, quotation system or market on which such common shares are listed and where a majority of the trading volume of such common shares occurs) is \$0.50 or greater for a period of ten (10) consecutive trading days, the Company may, within five days of such event, provide notice by way of press release to the subscribers of early expiry, and thereafter the Warrants shall expire on that date which is thirty (30) days from the date such notice is given (the "Acceleration Clause").

In connection with the first and second tranche of the Offering, the Company paid additional finders fees of a total of \$33,200 in cash and issued 132,800 finder's warrants ("Finder's Warrants") in accordance with the policies of the TSXV. Each Finder's Warrant is convertible into one Share (a "Finder's Warrant Share") at a price of \$0.35 per Finder's Warrant Share for a period of 18 months from the date of issuance until June 21, 2018, subject to the Acceleration Clause.

All securities issued pursuant to the Offering are subject to a hold period expiring on April 22, 2017. The proceeds raised will be used to further develop the Scotch Creek project, repay indebtedness and for general working capital.

For more information, contact the Company at +1 (416) 918-6785.

On behalf of the Board of Directors of SIGNAL EXPLORATION INC.

David Alexander

Chief Financial Officer

*Further information about the Company is available on our website at
www.southernlithiumcorp.com or under our profile on SEDAR at www.sedar.com.*

Investor and Public Relations Contact

Signal Exploration Inc.

Sam Eskandari

Telephone: +1.416.918.6785

Email: ir@southernlithium.com

Website: www.southernlithiumcorp.com

About Signal Exploration

Signal Exploration Inc. is a resource exploration company engaged in the business of acquiring and exploring minerals properties. Signal Exploration has managed to assemble an experienced management team with a growth strategy to develop a diversified portfolio of projects. The Company's main objective is to add shareholder value through exploration and development of high quality resources through strategic acquisitions, joint ventures, and marketing while maintaining a lower risk profile through project diversification and sound, cost-effective financial management.

Neither 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.