

10 February 2023

Company Announcement Officer
ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

PLACEMENT TO RAISE \$18 MILLION

Silver Mines Limited (ASX:SVL) ("**Silver Mines**" or "the **Company**") is pleased to advise that it has successfully completed a capital raising of A\$18 million (before costs) ("**Placement**") to institutional, professional and sophisticated investors. Demand for the Placement was well in excess of funds raised by the Company.

The Placement was strongly supported by both existing shareholders and new investors, including Silver Mines directors, subject to shareholder approval.

The Placement was conducted at an issue price of \$0.16 per share being a 19.5% discount to the five day volume weighted average price for fully paid ordinary shares in the Company.

The Placement will result in the issue of 112,500,000 fully paid ordinary shares ("**Shares**") which will be issued as follows:

- (a) 112,187,500 Shares to be issued using the Company's capacity under ASX Listing Rule 7.1; and
- (b) 312,500 Shares to be issued to directors of the Company or their nominees which are subject to shareholder approval at the Company's next general meeting of shareholders ("**Meeting**") at a date yet to be determined.

Canaccord Genuity acted as the Sole Lead Manager to the Placement.

After capital raising costs, the funds raised under the Placement will be used primarily for progression of and pre-development expenses including exploration associated with the Company's flagship Bowdens Silver Project. Funding will also be made available for exploration activities at the Company's other projects and for corporate and general working capital purposes.

Settlement of the Placement is expected to take place on Wednesday, 15 February 2023. The expected date of quotation of the Shares being issued to investors who are not directors is Friday, 17 February 2023.

Shares to be issued to Silver Mines' directors and their nominees will be issued immediately after the Meeting (subject to shareholder approval).

The Company requests that the halt on trading in its securities be lifted with immediate effect.



This document has been authorised for release to the ASX by the Company's Managing Director, Mr Anthony McClure.

Yours faithfully
Silver Mines Limited

A handwritten signature in black ink, appearing to read "Trent Franklin".

Trent Franklin
Company Secretary