



Corporate Presentation

North America

May 2023

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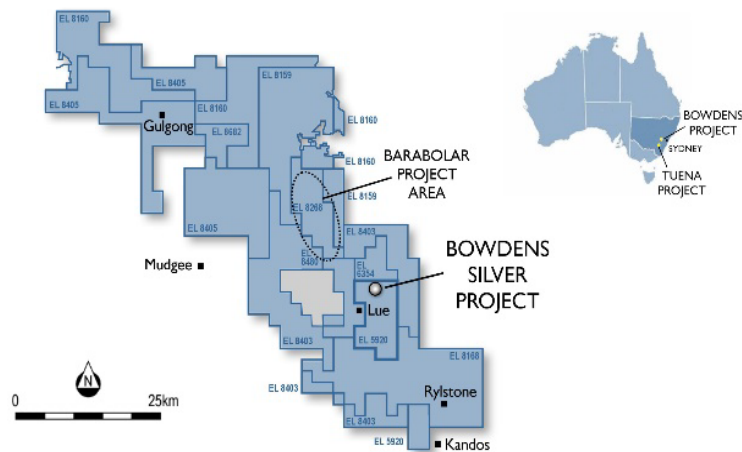
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Silver Mines Limited: Introduction

Key Assets

- ✓ **The Bowdens Silver Project** is located in central New South Wales, Australia.
- ✓ The consolidated project is 100% held and the area comprises **1,950km² (480,000 acres)** of titles covering approximately 80km of strike of the highly mineralised Rylstone Volcanics.
- ✓ The Bowdens Silver Project is the **largest undeveloped silver deposit in Australia** with substantial resources and a considerable body of high quality technical work completed.
- ✓ The Project has recently received mine development approvals.
- ✓ Initial production 6Moz silver per annum with significant growth potential.



Capital Structure (ASX: SVL)

	AUD	USD
Shares on Issue (<i>m</i>)	1,404.3	1,404.3
Share Price (\$)	0.23	0.16
Undiluted Market Capitalisation (\$m)	322.9	219.6
Cash & Other (\$m, as at end March 2023)	21.2	14.4
Enterprise Value (\$m)	301.7	205.2

Options

ESOP @ A\$0.30 Dec 2024	9.0m
ESOP @ A\$0.30 Mar 2026	2.5m
ESOP @ A\$0.50 Mar 2028	2.5m
3 Year Milestone @ A\$0.20	5.0m

Directors

Keith Perrett	Non-Executive Chairman
Anthony McClure	Managing Director
Jonathan Battershill	Non-Executive Director
Kristen Podagiel	Non-Executive Director

Silver Mines Limited: Progress

Highlights

- ✓ Final State Government mine development approvals received in April 2023.
 - ✓ Initial production 6Moz silver per annum plus zinc, lead and gold as by-products from an open-pit development.
 - ✓ Recent upgrade to the Mineral Resource now standing at 396 Moz AgE and growing.
 - ✓ Optimisation program advanced and is expected to deliver a substantial upgrade to mine economics.
 - ✓ Definitive Feasibility Study to be complete early calendar 2024.
 - ✓ Development targeted second half calendar 2024.
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- ✓ Continued outstanding drilling results. The vast Bowdens Silver mineralised system remains open.
 - ✓ Southern Gold Zone recently discovered.
 - ✓ Two diamond drilling rigs continue onsite.
-
- ✓ Well positioned for continued momentum in a positive silver price environment.

Silver Mines Limited Share Price Graph



Bowdens Silver Project: Overview

Highlights

- ✓ The **largest silver development project in Australia** with a current JORC-compliant Mineral Resource base of 396Moz¹ silver equivalent.
- ✓ 100% owned asset located in a **low sovereign risk jurisdiction** for mining development with ready access to existing infrastructure.
- ✓ Bowdens well-advanced, with development targeted to commence in 2024.
- ✓ Feasibility Study completed and optimisation program advanced.
- ✓ **State development approval received April 2023.**
- ✓ Low initial capital requirement of A\$246m/US\$185m to develop a 2Mtpa project, producing an average of 6Moz Ag over the first 3 years of production at an average cash cost of US\$9.15/oz, underpinning strong EBITDA and cash flow.
- ✓ **Considerable exploration potential** at the Bowdens Silver Project with further drilling continuing.
- ✓ **Confirmed significant high-grade extensions** to mineralisation close to mine including Southern Gold Zone.

1. Refer to Appendices 1 & 2.

Timeline of Major Milestones

- September 2017**
Open-Cut Mineral Resource completed (275 Moz AgE)
- May 2018**
Ore Reserve completed (97 Moz AgE)
- June 2018**
Feasibility Study completed
- May 2020**
EIS completed, Development Application Submission
- March 2023**
Mineral Resource upgrade (396 Moz AgE)¹
- April 2023**
State Government mine development approvals received

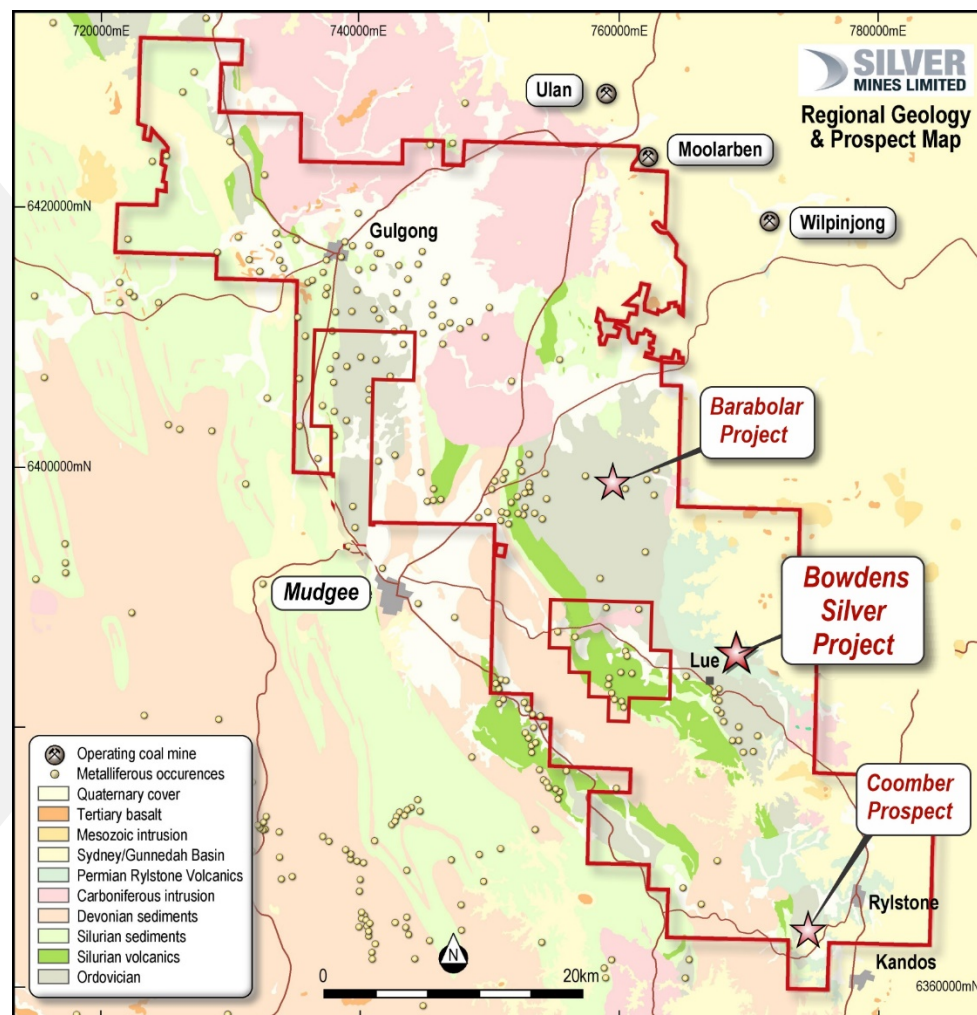
Reserves and Resources^(1 & 2)

	Tonnes		Grade			Contained Metal				
	Mt	Ag g/t	Zn %	Pb %	AgE g/t	Ag Moz	Zn kt	Pb kt	Au koz	AgE Moz
Ore Reserve	30	69	0.44	0.32	101	66	131	95	-	97
Mineral Resource	200	29	0.37	0.26	62	189	486	333	190	396

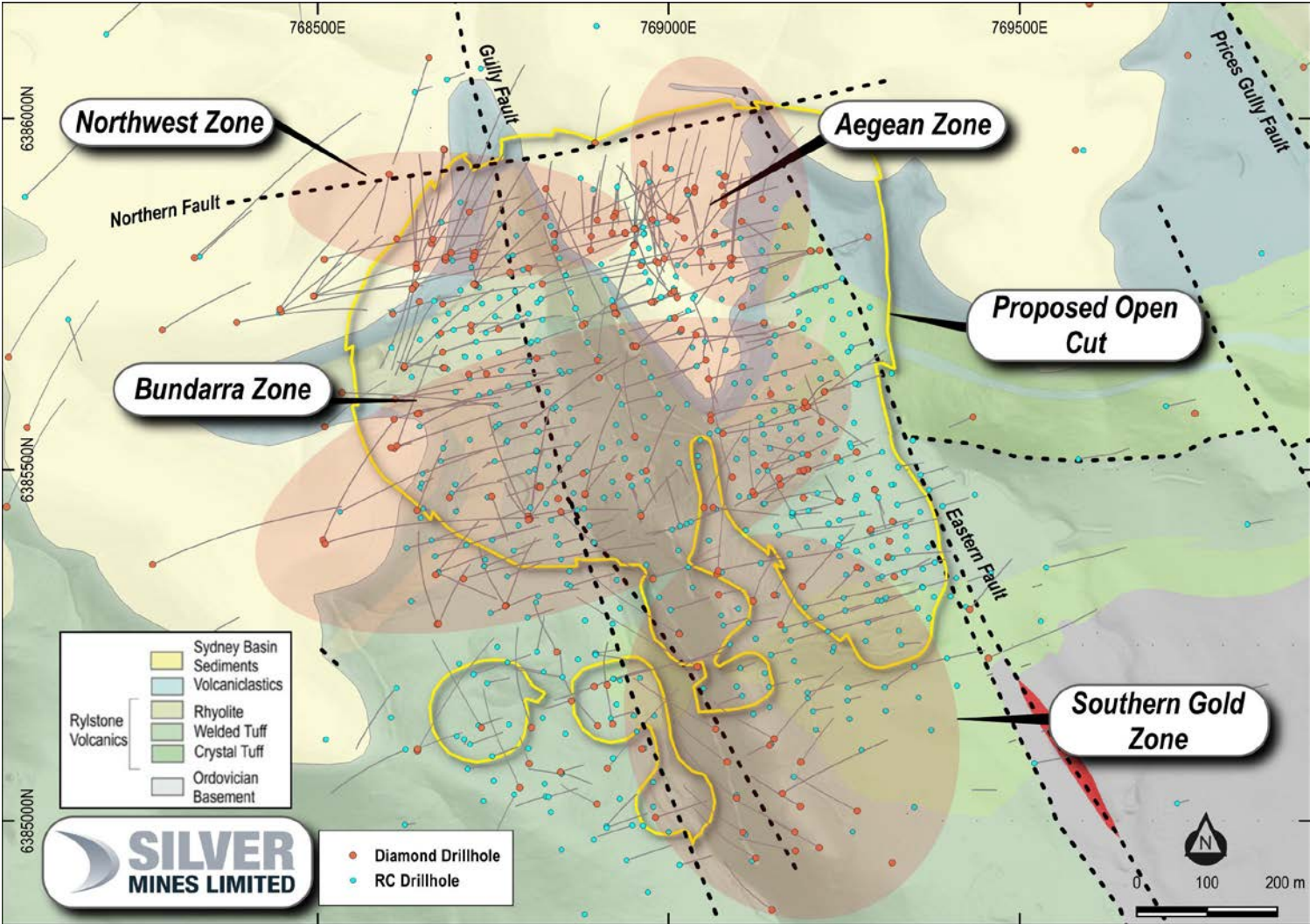
2. Bowdens silver equivalent: Ag Eq (g/t) = Ag (g/t) + 33.48*Pb (%) + 49.61*Zn (%) + 80*Au (g/t) calculated from prices of US\$20/oz silver, US\$1.50/lb zinc, US\$1.00/lb lead, US\$1600/oz gold and metallurgical recoveries of 85% silver, 82% zinc and 83% lead, 85% gold estimated from test work commissioned by Silver Mines Limited.

Bowdens Silver Project: Regional Geology

- **Extensive tenement holding** (1,950 km² = 480,000 acres) 100% controlled by Silver Mines.
- **Wide range of prospective deposit types** over different time periods (Ordovician, Siluro-Devonian, Carboniferous and Permian).
- Mid-Carboniferous **Rylstone Volcanics** (~325Ma) consisting of rhyolitic to dacitic pyroclastics, epiclastics and lavas with recently defined porphyritic intrusion within the deposit.
- Overlain by the Permo-Triassic Sydney Basin sediments (< 270 Ma).
- The Bowdens deposit is a **low to intermediate sulphidation, carbonate silver-base metal-gold epithermal system**.
- Vein types include – **breccia, stringer, dissemination, banded and colloform** textured veins.
- Mineralisation age is ~321 Ma.
- March 2023 Mineral Resource increased by 56% in total tonnes and 44% total silver equivalent ounces (compared to 2017 Mineral Resource).

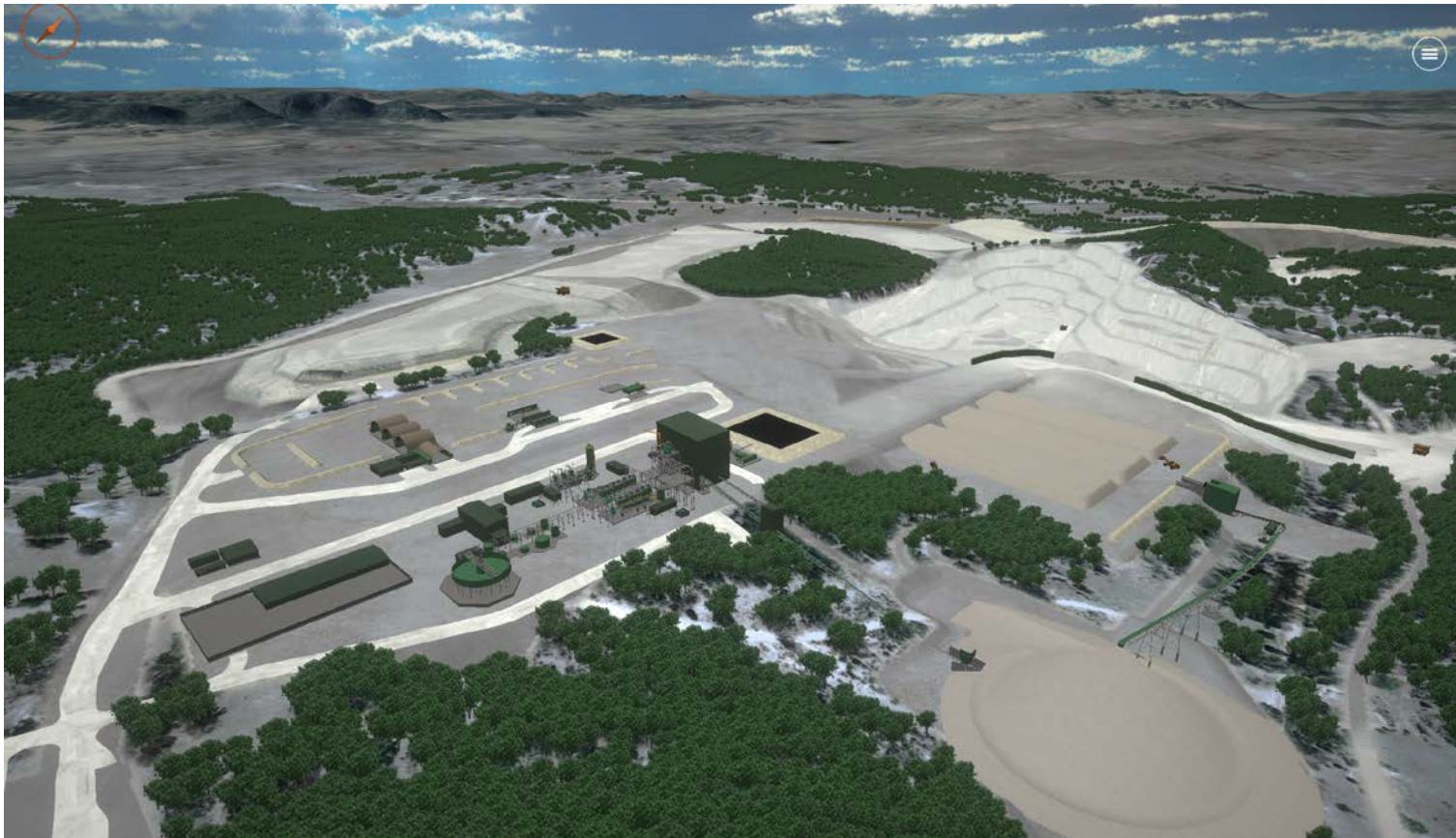


Bowdens Silver: Mine Geology



Bowdens Silver

Mine Development



Bowdens Silver Project: Study Work

	Unit	Feasibility Upside Case ²		Feasibility Base Case ¹	
Physical Metrics					
Production Life	Years	16.5		16.5	
Ore Mined	Mt	29.9		29.9	
Waste Mined	Mt	48.2		48.2	
W:O Strip Ratio	x	1.60		1.60	
Ag Recovered in Concentrate	Moz	52.91		52.91	
Zn Recovered in Concentrate	kt	108.0		108.0	
Pb Recovered in Concentrate	kt	79.3		79.3	
Financial Metrics					
		AUD	USD	AUD	USD
Revenue	\$m	2,162.0	1,621.5	1,899.5	1,424.7
Operating Expenses	\$m	1,353.9	1,015.5	1,340.8	1,005.6
Operating Margin	\$m	808.0	606.0	558.7	419.0
Capital Costs					
		AUD	USD	AUD	USD
Initial	\$m	246.0	184.5	246.0	184.5
LOM Sustaining	\$m	53.9	40.4	53.9	40.4
Unit Costs (Silver Basis)					
		AUD	USD	AUD	USD
C1 Costs	\$/oz	15.52	11.64	15.47	11.60
All in Sustaining Cost (AISC)	\$/oz	17.53	13.15	17.25	12.94

¹ 2018 Feasibility Study Base Case: Silver prices assumed were LOM averages US\$20.90 /oz, a zinc price of US\$1.25 /lb and a lead price of US\$1.00 /lb.

² 2018 Feasibility Study Upside Case: Silver prices assumed were LOM averages US\$25.00 /oz, a zinc price of US\$1.25 /lb and a lead price of US\$1.00 /lb.

For further information refer to ASX release of 14th June 2018.

Bowdens Silver Project: Optimisation Program

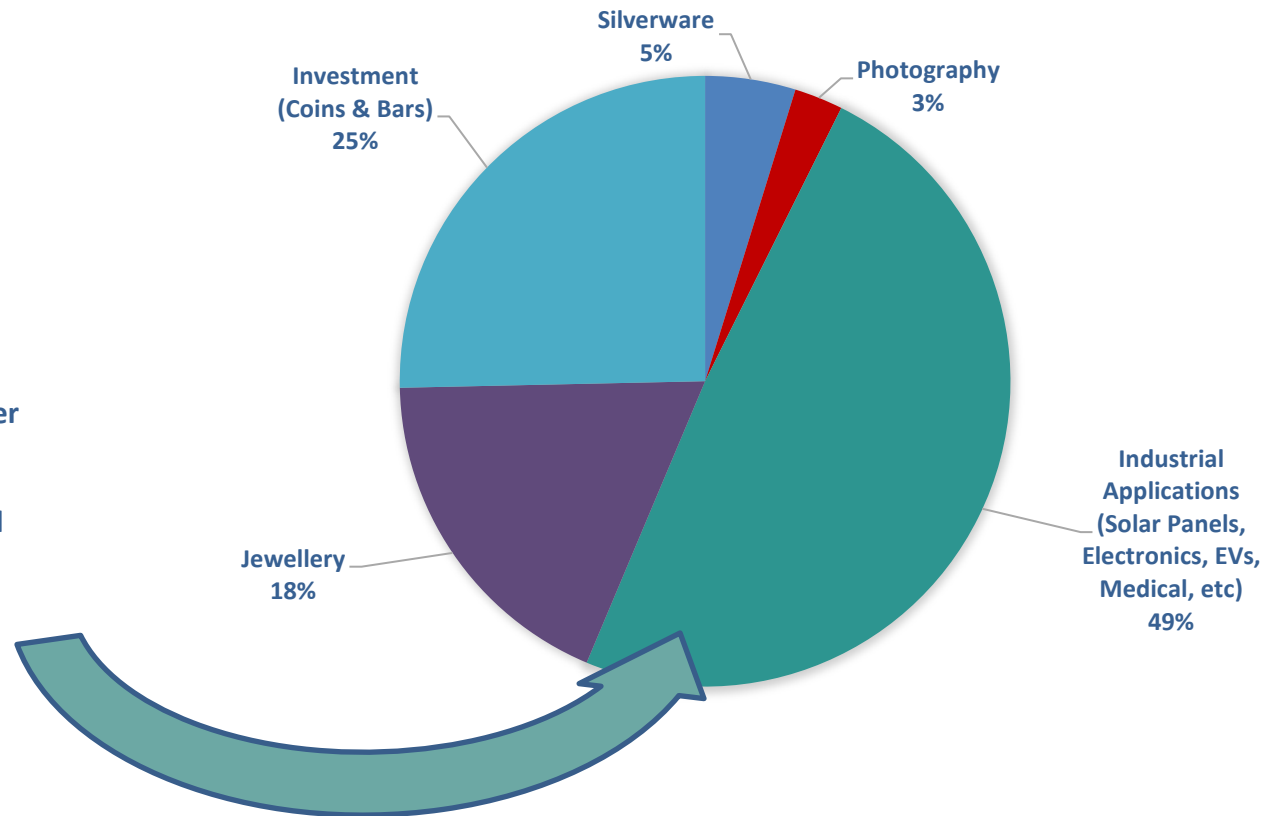
Current Optimisation Program

- ✓ An additional 50,000 metres of drilling in and around the pit completed since the Feasibility was completed.
- ✓ Mineral Resource upgrade completed in March 2023.
- ✓ Southern Gold Zone adjoining the open pit now a likely separate product line.
- ✓ Mine design will see tonnages increase in updated Ore Reserve
- ✓ Metallurgical program will likely see recoveries increase substantially.
- ✓ Feasibility Study optimisation program targeted for completion early-2024.
- ✓ Development targeted for second half calendar 2024.



Silver Demand

- Substantial demand for silver in a growing market.
- Used in most electronics, for water purification, robotics, industrial automation, aerospace, pharmaceuticals, and biosciences.
- Solar power, 5G electronics and EVs investment agendas are a major driver going forward.
- Antibacterial, antiviral and antifungal properties.
- Physical silver demand is approximately 1,200 million ounces per year.



Bowdens Silver Exploration

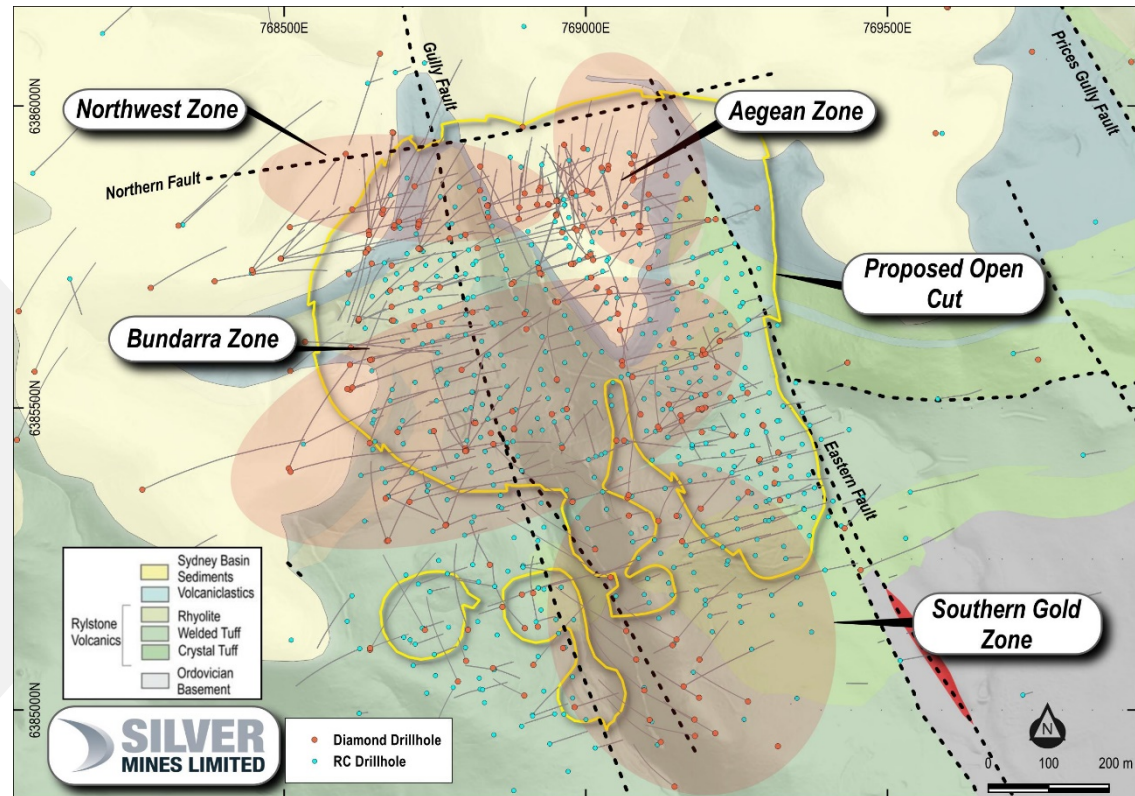
A Major Silver System



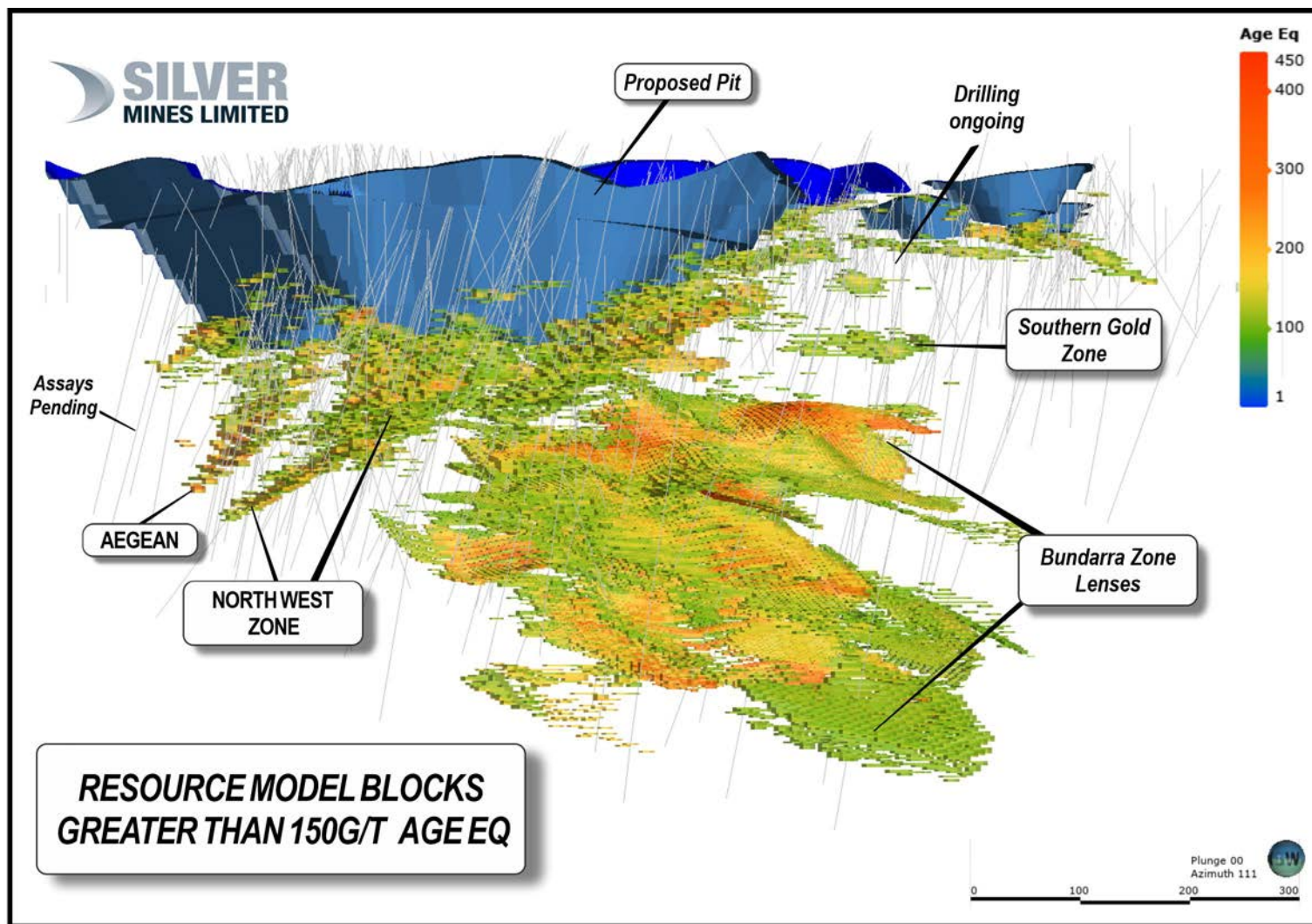
Bowdens Silver Project: Extensions

- ✓ Northwest Zone, Aegean and Bundarra Zones contains high-grade silver directly under the planned open-cut pit.
- ✓ Drilling demonstrates that the Northwest and Aegean Zones are likely to be connected.
- ✓ Bundarra Zone with greater base metal (zinc & lead) plus gold.
- ✓ Each of the three discoveries open in several directions.
- ✓ Greater gold tenor as drilling moves south and east of open-cut area.
- ✓ Potential open-pit expansion and potential underground development.
- ✓ Total Mineral Resource now 396 Moz Ag^{E1}.
- ✓ Mineral Resource in Southern Gold Zone contains 190,000 ounces gold¹.

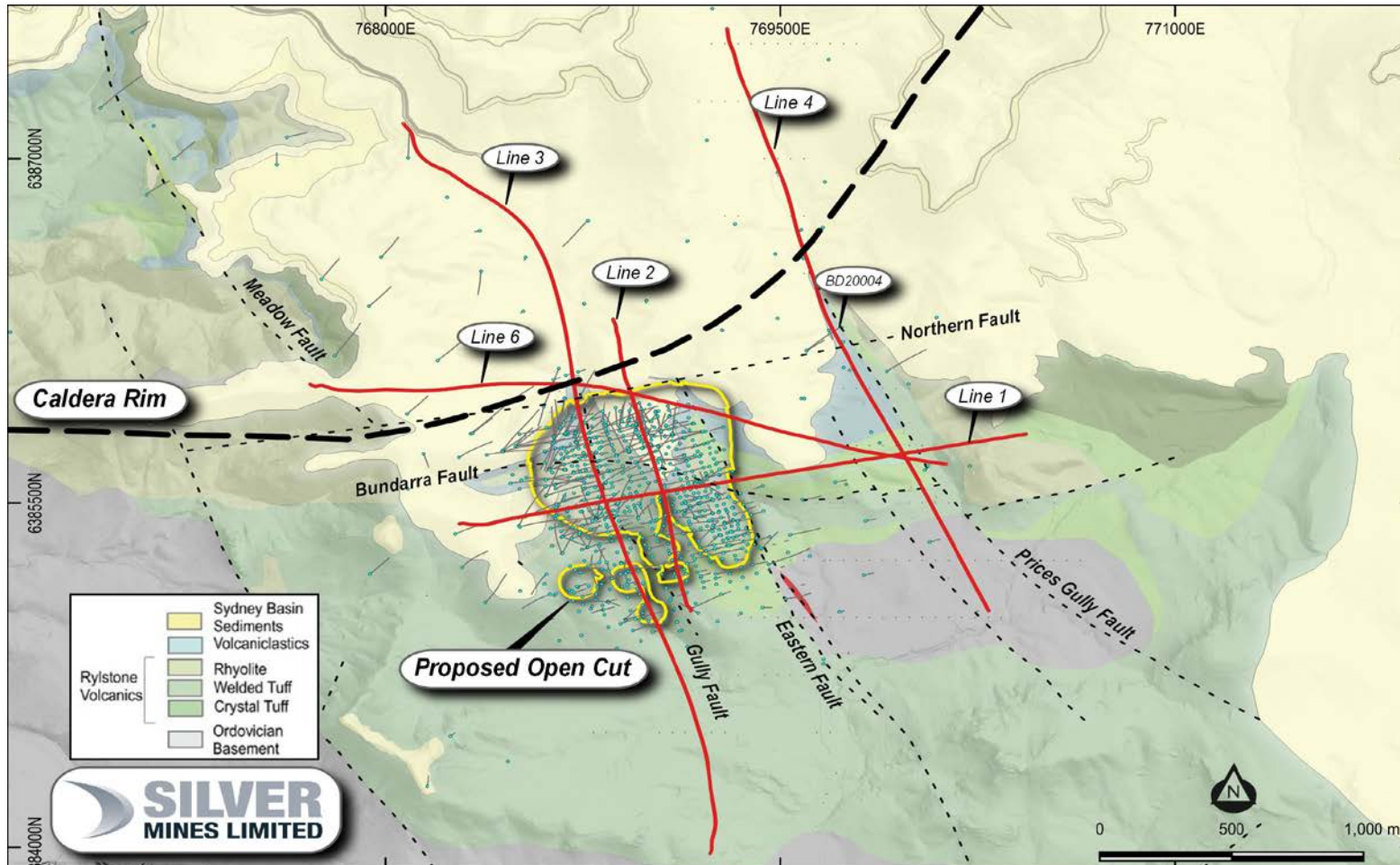
1. Refer to Appendix 2.



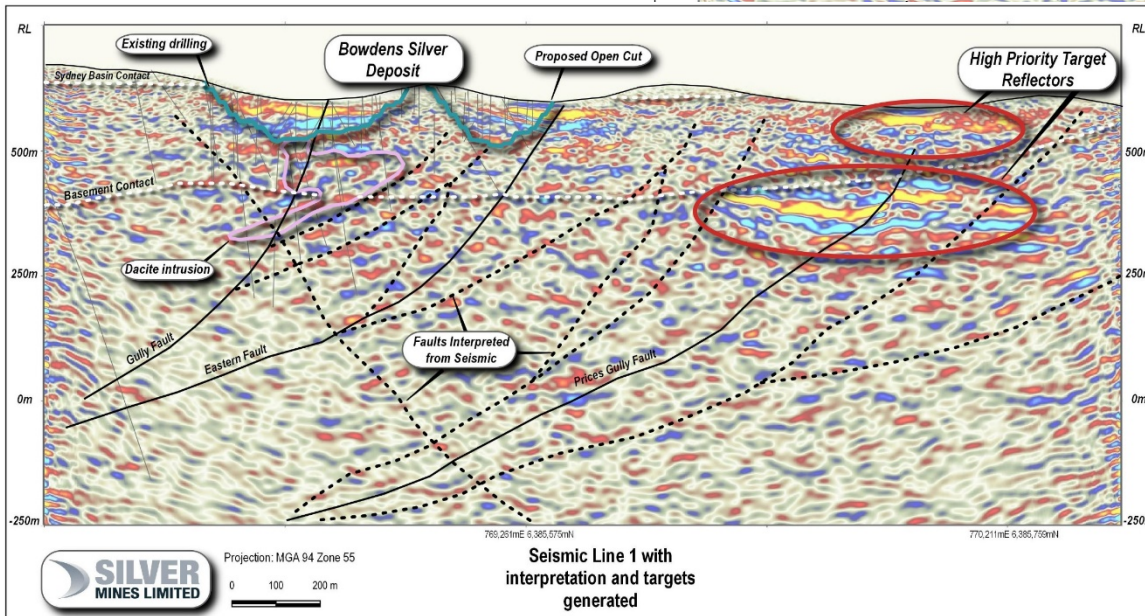
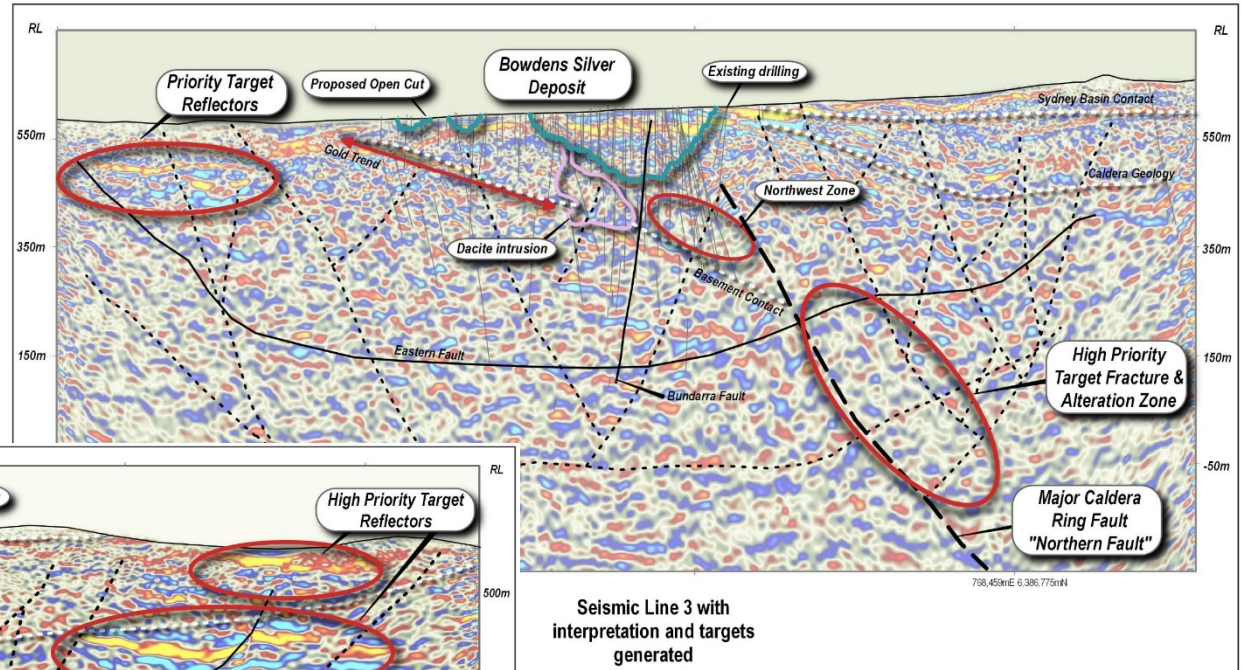
Bowdens Silver Project: Extensions



Bowdens Silver Project: Seismic Program



Bowdens Silver Project: Seismic Program



Seismic program is planned to be significantly expanded.

Bowdens Silver Project: Key Conclusions



The **largest silver development project in Australia** with a current JORC-compliant Resource base of 396 Moz AgE.

State Government mine development approvals received in April 2023



Bowdens well-advanced, with development expected in second half 2024 – Feasibility Study completed with optimisation program to be complete early 2024.



Low initial capital requirement of A\$246m / US\$185m to develop a 2Mtpa project, producing an average of 6Moz Ag per annum over the first 3 years of production at an average cash cost of US\$9.15/oz, underpinning **strong EBITDA and cash flow**.



Considerable exploration potential with extensive drilling continuing. Confirmed significant high-grade extensions to mineralisation close to mine. Southern Gold Zone discovered immediately adjoining the planned open-pit.



Assets located in a **low sovereign risk jurisdiction** for mining development with **ready access to existing infrastructure**.



Single open-cut mine with uncomplicated mining, a low strip ratio and metallurgy with an initial mine life of 17 years.

Potential expansion with open pit and underground operations.



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Appendix 1 – Bowdens Silver Ore Reserve

(as at May 2018)

	Tonnes (Mt)	Silver Eq. (g/t)	Silver (g/t)	Zinc (%)	Lead (%)	Silver Eq. Million Ounces	Silver Million Ounces	Zinc Kilo- tonnes	Lead Kilo- tonnes
Proved	28.6	102.2	69.75	0.44	0.32	93.85	64.05	125.11	91.43
Probable	1.3	84.4	53.15	0.43	0.29	3.60	2.27	5.74	3.91
Total	29.9	101.4	69.01	0.44	0.32	97.45	66.32	130.84	95.33

The Bowdens Reserve has been compiled by AMC Consultants Pty Ltd and is based on the September 2017 Mineral Resource Estimate generated for Silver Mines by H & S Consultants Pty Ltd (see ASX announcement 19 September 2017). For full disclosures refer to the Silver Mines Limited announcement of 30 May 2018.

1. Calculations have been rounded to the nearest 100,000 t, 0.1 g/t silver and 0.01% zinc and lead grades respectively. The Ore Reserve is reported by economic cut-off grade with appropriate consideration of modifying factors including costs, geotechnical considerations, mining and process recoveries and metal pricing.
2. Bowdens' silver equivalent: $Ag\ Eq\ (g/t) = Ag\ (g/t) + 33.48 * Pb\ (\%) + 49.61 * Zn\ (\%)$ calculated from prices of US\$20/oz silver, US\$1.50/lb zinc, US\$1.00/lb lead and metallurgical recoveries of 85% silver, 82% zinc and 83% lead estimated from test work commissioned by Silver Mines Limited.

Appendix 2 – Bowdens Silver Mineral Resource

(as at March 2023)

30 g/t Ag Eq Cut	Tonnes (Mt)	Silver Eq. (g/t)	Silver (g/t)	Zinc (%)	Lead (%)	Gold (g/t)	Million Ounces Silver	Million Ounces Silver Eq.
Measured	107	68	40	0.36	0.25	0.03	137	235
Indicated	50	55	20	0.38	0.26	0.09	33	88
Measured & Indicated	157	64	33	0.36	0.25	0.05	169	323
Inferred	43	54	14	0.39	0.29	0.13	19	73
Total	200	62	40	0.37	0.26	0.07	189	396

The Bowdens Mineral Resource Estimate has been compiled by H&S Consultants Pty Ltd using Multiple Indicator Kriging and the reporting is compliant with the 2012 JORC Code and Guidelines. For full disclosures refer to the Silver Mines Limited announcement of 31st March 2023.

1. Bowdens silver equivalent: $\text{Ag Eq (g/t)} = \text{Ag (g/t)} + 33.48 \cdot \text{Pb (\%)} + 49.61 \cdot \text{Zn (\%)} + 80 \cdot \text{Au (g/t)}$ calculated from prices of US\$20/oz silver, US\$1.50/lb zinc, US\$1.00/lb lead, US\$1600/oz gold and metallurgical recoveries of 85% silver, 82% zinc and 83% lead, 85% gold estimated from test work commissioned by Silver Mines Limited.
2. Bowdens Silver Mineral Resource Estimate reported to a 30g/t Ag Eq cut off extends from surface and is trimmed to above 300 metres RL, approximately 320 metres below surface, representing a potential target volume for future open-pit mining and expansion.
3. In the Company's opinion, the silver, zinc, gold and lead included in the metal equivalent calculations have a reasonable potential to be recovered and sold.
4. Stated Mineral Resources are partially inclusive of areas of the total Underground Mineral Resource Estimate at 150 g/t Silver Equivalent (Ag Eq) Cut-off Grade above 300mRL. See ASX announcement dated 5th September 2022.
5. Variability of summation may occur due to rounding.

Competent Persons Statements

Ore Reserve

The information in this report that relates to Ore Reserves within the Bowdens Silver Project is based on information compiled or reviewed by Mr Adrian Jones of AMC Consultants Pty Ltd who is a consultant to the Company. Mr Jones is a member of the Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken, to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC code). Mr Jones consents to the inclusion in this report of the matters based on the information in the form and context in which it appears. Mr Jones visited the Bowdens mine site during April 2017 to review the operations, consider the conditions of the site, and assess the data collection methods and techniques used by site personnel.

The Ore Reserve has been prepared by Mr Adrian Jones, AMC Consultants Pty Ltd, after peer review of the mining section of the Feasibility Study. Other experts relied upon include H & S Consultants Pty Ltd, GR Engineering Services Limited, ATC Williams Pty Limited. and Jacobs Australia Pty Limited, for Mineral Resources, Metallurgy & Process Design and Tailing Storage Facility design. Work on environmental, marketing and logistics and the financial modelling were undertaken by other consultants on behalf of the Company and certified by representatives of Silver Mines.

Mineral Resources

The information in this report that relates to Mineral Resources is based on work compiled by Mr Arnold van der Heyden who is a Director of H & S Consultants Pty Ltd. Mr van der Heyden is a Member and Chartered Professional (Geology) of the Australian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken, to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC code). Mr van der Heyden consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

Exploration and Drill Results

The information in this report that relates to mineral exploration drill results from the Bowdens Silver Project and Tuena Gold Project is based on information compiled or reviewed by Dr Darren Holden who is an advisor to the company. Dr Holden is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken, to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC code). Dr Holden consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.