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FY2023 HALF YEAR FINANCIAL RESULTS SUMMARY

Silver Lake Resources Limited (**"Silver Lake" or the "Company"**) is pleased to report its financial results for the half year ended 31 December 2022.

FY2023 first half highlights

- Gold sales of 115,790 ounces gold equivalent[1] at a realised gold price of A$2,516/oz (H1 FY22: 126,718 ounces at A$2,418/oz)
- EBITDA[1] of $73.1 million (H1 FY22: $157.6 million)
- Net loss after tax of $14.8 million (H1 FY22: NPAT $44.5 million) including a non-cash tax expense of $5.1 million
- Cash flow from operations of $53.2 million (H1 FY22: $120.1 million)
- At 31 December 2022, Silver Lake had $311.4 million of available tax losses in Australia and $170.6 million of available tax losses in Canada
- Delivered 5,964 ounces into the gold prepay facility corresponding with a $15.3 million reduction in deferred revenue on the balance sheet
- $13.3 million investment in exploration targeting both the upgrading of Inferred Resources to higher confidence categories and discovery of new mineralisation within proven mineralised corridors and proximal to established infrastructure
- $21.5 million investment in capital projects including $16.2 million at Sugar Zone to improve site infrastructure
- Returned $3.0 million to shareholders during the period through the repurchase of 2.6 million shares
- Cash and bullion of $253.3 million at period end (excludes ~$21.0 million of gold in circuit and concentrate on hand valued at net realisable value)
- Hedge book at 31 December 2022 was 52,000 ounces at A$2,697/oz for delivery over the next 6 months. Post period end, 50,000 ounces were hedged at A$2,840/oz for delivery through 2024 (CY) to capitalise on the prevailing gold price and de-risk the cash returns of the proposed Santa open pit at Mount Monger
- FY23 Group sales guidance range tightened to 260,000 - 275,000 ounces at an AISC of A$1,950 - A$2,050 per ounce (including $110 per ounce in non-cash inventory charge associated with the treatment of stockpiles at Mount Monger)

[1] Refer to glossary on Page 4

FY23 first half financial results summary

The H1 FY23 results reflect a period of investment for the Group in both its established Western Australian operations and the upfront investment required to deliver the next phase of Silver Lake's growth at the newly acquired Sugar Zone operation.

The Sugar Zone operation is included in the half year accounts for the first time following completion of the acquisition in February 2022. The results for the period reflect the required investment to improve infrastructure and implement changes to operational practices to provide a platform which will enable the site to establish a sustainable operating base from which to generate returns.

As outlined in Silver Lake's FY23 guidance (provided in July 2022), FY23 sales are weighted to the second half of the year, with higher grade production fronts scheduled at both Western Australian assets (in particular at Deflector South West and Tank South) and the continuation of infrastructure projects and scheduled introduction of a new underground mining fleet into the Sugar Zone mine.

In January 2023, Silver Lake tightened its FY23 Group guidance range to 260,000 - 275,000 ounces with an AISC range of A$1,950 - A$2,050 per ounce. The tightening of the Group sales guidance range reflects the revision of Sugar Zone sales guidance to 45,000 - 50,000 ounces (from 50,000 - 60,000 ounces) with sales guidance at the Western Australian operations tightened to 85,000 - 90,000 ounces at Mount Monger and 130,000 - 135,000 ounces at Deflector (refer ASX release 31 January 2023 "*Quarterly Activities Report*" for further details).

Revenue for the half year totalled $292.6 million from the sale of 115,790 ounces gold equivalent at an average realised price of A$2,516/oz, a 5% decrease on H1 FY22 ($307.6 million from the sale of 126,718 ounces gold equivalent at A$2,418/oz). The decrease in revenue reflects a 9% decrease in Group sales for the period, predominantly driven by lower Mount Monger sales relative to pcp (associated with the operating strategy to increase the proportion of stockpile mill feed in FY23), and partially offset by the inclusion of sales from the Sugar Zone for the first time and a 4% increase in the realised gold price relative to pcp.

EBITDA of $73.1 million reflects the impact of lower sales revenue and higher cost of sales. The movement in cost of sales is predominantly associated with the inclusion of the Sugar Zone operation and the non-cash inventory drawdown charge for the treatment of stockpiles at Mount Monger. Group EBITDA was weighted to Deflector, which reported EBITDA of $68.1 million at an EBITDA margin of 48%. Mount Monger EBITDA of $16.0 million includes a $18.3 million non-cash inventory cost associated with the treatment of stockpiles during the period. EBITDA at the Sugar Zone for the period was -$1.1 million.

The Group's statutory loss after tax for the half of $14.8 million includes a non-cash tax expense of $5.1 million. At 31 December 2022, the Group had $311.4 million of available tax losses in Australia and $170.6 million of available tax losses in Canada for offset against future taxable profits.

The AISC for the half year was A$2,153/oz (H1 FY22: A$1,597oz) with the increase reflecting a combination of a non-cash inventory charge for the treatment of stockpiles at Mount Monger, broader industry cost pressures in the Western Australian operations, and the inclusion of the Sugar Zone operation.

Key measures	H1 FY23	H1 FY22
Gold sales (Au equivalent oz)	**115,790**	**126,718**
Average realised gold price (A$/oz)	**2,516**	**2,418**
AISC (A$/oz)	**2,153**	**1,597**
Revenue ($m)	**292.6**	**307.6**
EBITDA ($m)	**73.1**	**157.6**
NPAT ($m)	**-14.8**	**44.5**
Operating cash flow ($m)	**53.2**	**120.1**
Cash and bullion at 31 December ($m)	**253.3**	**277.9**
Debt at period end	**Nil**	**Nil**

Table 1: H1 FY23 Financial Results

Capital expenditure for the period reflects investment across the portfolio, with the period-on-period increase comprised of the inclusion of infrastructure projects and underground development at the Sugar Zone operation, the establishment of the Tank South underground at Mount Monger and elevated underground development levels at Deflector to access higher grade production fronts. Exploration expenditure for the period totalled $13.3 million.

During the half, Silver Lake delivered 5,964 ounces into the gold prepay facility which was established contemporaneously with the close out of the Harte Gold hedge book in February 2022 at an average price of US$1,844/oz. The delivery of ounces into the prepay facility corresponds with a $15.3 million reduction in deferred revenue on the balance sheet and a reduction in cash receipts from customers on the cash flow statement. At 31 December 2022, 1,988 ounces remain to be delivered into the gold prepay facility with final delivery scheduled for February 2023.

Silver Lake returned $3.0 million to shareholders during the period through the buyback of 2.6 million shares. The period for the buyback, announced on 7 February 2022, expires on 23 February 2023 (tomorrow) and Silver Lake will not extend the buyback facility for the coming 12 months. Silver Lake maintains a strong balance sheet and strong forecast free cash flow position, which allows it to consider multiple forms of capital management initiatives including reinstating the share buyback facility.

Silver Lake's cash and bullion position at 31 December 2022 was $253.3 million with no bank debt. In addition, Silver Lake has $13.9 million of gold in circuit and concentrate on hand valued at cost (~$21.0 million at net realisable value) and listed investments of $8.9 million.

This announcement was authorised for release to ASX by Luke Tonkin, Managing Director. For more information about Silver Lake Resources Limited and its projects please visit our web site at www.silverlakeresources.com.au.

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Glossary

All gold equivalency calculations assume a Au price of A$2,500/oz, Cu price of A$11,000/t and a 10% payability reduction for treatment and refining charges. The gold equivalent formula is Au Eq koz = Au koz + (Cu kt * 4.0), based on the commodity price assumptions outlined above.

EBITDA (before significant items) is a non-IFRS measure and comprises net profit after tax, adjusted to exclude significant items such as tax, net finance costs, profit/loss on disposal of assets, depreciation and amortisation. An unaudited reconciliation between the net profit after tax and EBITDA (excluding significant items) is set out on page 4 of the Company's Interim Financial Report released to the ASX contemporaneously with this announcement. The directors consider it useful as it enables readers to obtain an understanding of results from operations.