

18th September 2024

Sun Silver raises A\$13m including Strategic Cornerstone Investment of A\$5m at A\$0.80 per share

Sun Silver closes highly successful capital raise with new Strategic Cornerstone Investor Nokomis Capital committing a total of ~A\$9.2m, including A\$5.0m at A\$0.80 per share, a premium of 10.3% to last close price

Highlights:

- Strong demand received to raise \$13.0m comprising a placement of A\$8.0 at A\$0.62 per share and a Strategic Cornerstone Investment of A\$5.0 at A\$0.80 per share
- New strategic cornerstone Nokomis Capital, makes a A\$9.2m investment, including A\$5m at A\$0.80 per share
- The issue price for the Strategic Cornerstone Investment represents a 10.3% premium to the last traded price of A\$0.725 and a 19.8% premium to the 10-day VWAP of A\$0.668
- Sun Silver is well funded to accelerate the development of the Maverick Springs Project

Sun Silver Limited (ASX Code: “SS1”) (“Sun Silver” or “the Company”) is pleased to announce that it has received firm commitments to raise A\$13.0 million, comprising an A\$8.0 million placement at A\$0.62 per share to new institutional and sophisticated investors (“Placement”) and a strategic cornerstone investment of A\$5.0 million at A\$0.80 per share from Nokomis Capital (“Strategic Cornerstone Investment”). Nokomis Capital has also subscribed for ~A\$4.2 million as part of the Placement, for a total investment of ~A\$9.2 million.

About Nokomis Capital

Nokomis Capital is a distinguished US-based investment firm recognised for its long-term strategic approach and strong track record in high-growth sectors. As a strategic investor, they provide substantial capital and bring significant experience and stability to their investments. Nokomis Capital's sector views and strategic objectives are well aligned with Sun Silver's goals, making their financial support a critical component of the company's growth and development.

Proceeds from the Placement and Strategic Cornerstone Investment will be used to accelerate the development of the Company's globally significant Maverick Springs Silver Gold Project (“Maverick Springs” or “the Project”) by way of exploration expansional drilling, infill drilling and metallurgical test work, as well as for general working capital and costs of the issue.



Sun Silver Limited

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Sun Silver Executive Director, Gerard O'Donovan, said:

"The successful capital raise of A\$13 million, including A\$5 million at a premium price, represents a transformational milestone for Sun Silver. We are excited to welcome all new investors, particularly our strategic cornerstone investor, Nokomis Capital. Their investment, along with investment from other global and domestic institutions, positions us for significant growth and acceleration in project development."

Placement

The Placement will comprise the issue of a total of 12,903,226 shares at \$0.62 including the issue of 6,721,540 shares to strategic cornerstone investor, Nokomis Capital ("**Strategic Cornerstone Allocation**").

All shares issued under the Placement will be issued using the Company's existing capacity under Listing Rule 7.1.

The Placement issue price of A\$0.62 represents a 14.5% discount to the last traded price of A\$0.725 on Friday, 13 September 2024 and a 7.2% discount to the 10-day the volume weighted average price ("**VWAP**") of A\$0.668.

Strategic Cornerstone Investment

In addition to the Strategic Cornerstone Allocation to be issued as part of the Placement, Nokomis Capital has committed to subscribe for an additional 6,250,000 shares at an issue price of A\$0.80 per share.

The Strategic Cornerstone Investment issue price of A\$0.80 represents a 10.3% premium to the last traded price of A\$0.725 on Friday, 13 September 2024, and a 19.7% premium to the 10-day VWAP of A\$0.668.

The Strategic Cornerstone Investment will comprise 2,343,024 shares to be issued using the Company's existing capacity under Listing Rule 7.1 ("**Strategic Cornerstone Investment Tranche 1**") and 3,906,976 shares to be issued subject to shareholder approval ("**Strategic Cornerstone Investment Tranche 2**"), which the Company intends to seek at a general meeting to be held in October 2024. A notice of general meeting will be sent to shareholders shortly.

New shares to be issued under the Placement and Strategic Cornerstone Investment will rank equally with the Company's existing fully paid ordinary shares. Canaccord Genuity acted as Lead Manager to the Placement and Strategic Cornerstone Investment.

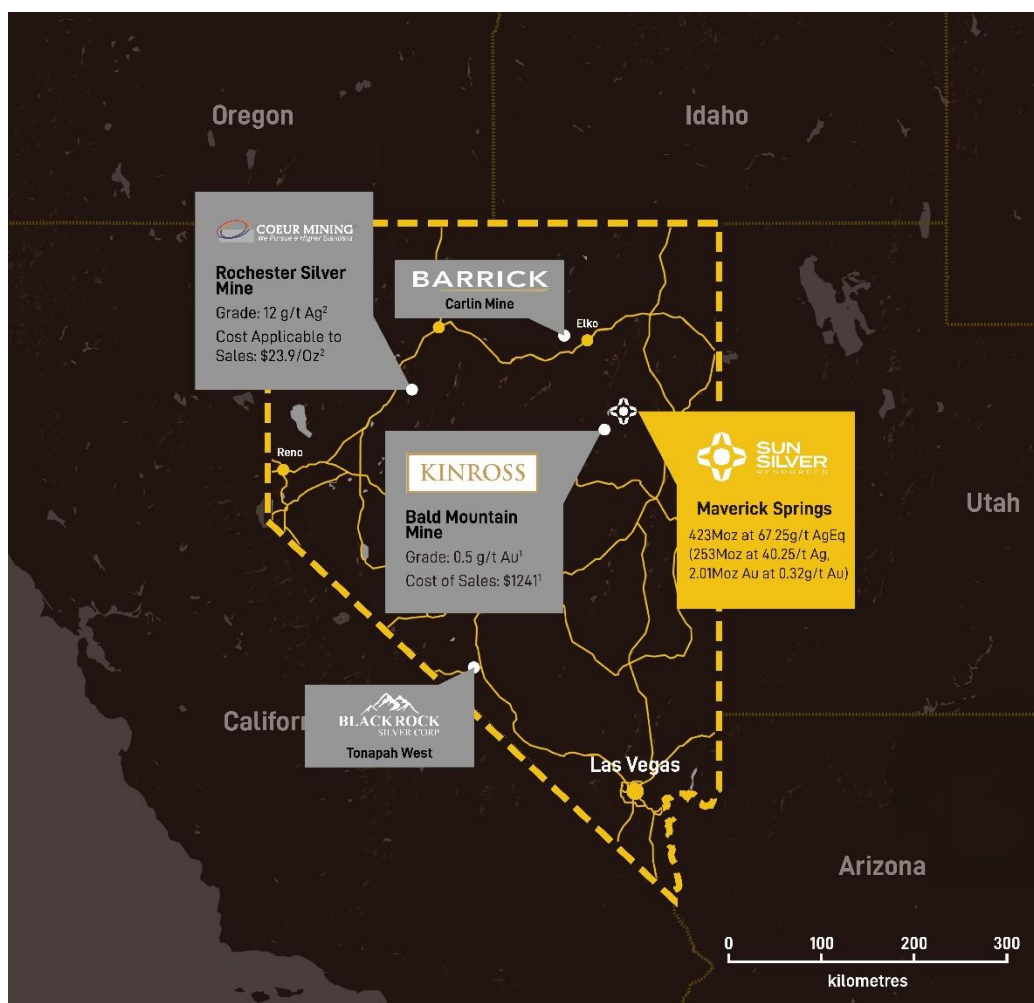
Indicative Timetable

An indicative timetable for the Placement and Strategic Cornerstone Investment is provided below. The Company reserves the right to vary dates and times without notice.

Event	Date
Announcement of Placement and Strategic Cornerstone Investment and lodgment of Appendix 3B (prior to commencement of trading)	Wed, 18 Sep 2024
Trading Halt lifted	Wed, 18 Sep 2024
Settlement of new shares issued under the Placement and Strategic Cornerstone Investment Tranche 1	Mon, 23 Sep 2024
Issue of new shares under the Placement and Strategic Cornerstone Investment Tranche 1, Appendix 2A and Cleansing Notice lodged with ASX	Tues, 24 Sep 2024
General Meeting of Shareholders to approve issue of Strategic Cornerstone Investment Tranche 2 Shares	October 2024

Maverick Springs Project

Sun Silver's cornerstone asset, the Maverick Springs Project, is located 85km from the fully serviced mining town of Elko in Nevada and is surrounded by several world-class gold and silver mining operations including Barrick's Carlin Mine.



Sun Silver's Maverick Springs asset location and surrounding operators.

Nevada is a globally recognised mining jurisdiction which was rated as the Number 1 mining jurisdiction in the world by the Fraser Institute in 2022.

The Project, which is proximal to the prolific Carlin Trend, hosts a JORC Inferred Mineral Resource of 195.7Mt grading 40.25g/t Ag and 0.32g/t Au for 253.3Moz of contained silver and 2.0Moz of contained gold (423Moz of contained silver equivalent) ¹.

Metal equivalent AgEq uses a ratio of 85 and is calculated by $Ag + Au \times 85$. The equivalency ratio of 85 is selected based on a gold price of \$1,827USD and the silver price of \$21.5USD per ounce, which is derived from the average metal pricing from June '22 to June '23. Recent spot price analysis of gold at \$2504USD and silver at \$29.4USD shows a ratio of 85, demonstrating continued validity of this number.

The deposit itself remains open along strike and at depth, with mineralised intercepts from recent drilling located outside of the current Resource model.

This announcement is authorised for release by the Board of Sun Silver Limited.

¹ Refer to the Company's ASX announcement dated 28th August 2024

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Forward-looking statements

*This announcement may contain certain forward-looking statements, guidance, forecasts, estimates or projections in relation to future matters (**Forward Statements**) that involve risks and uncertainties, and which are provided as a general guide only. Forward Statements can generally be identified by the use of forward-looking words such as "anticipate", "estimate", "will", "should", "could", "may", "expects", "plans", "forecast", "target" or similar expressions and include, but are not limited to, indications of, or guidance or outlook on, future earnings or financial position or performance of the Company. The Company can give no assurance that these expectations will prove to be correct. You are cautioned not to place undue reliance on any forward-looking statements. None of the Company, its directors, employees, agents or advisers represent or warrant that such Forward Statements will be achieved or prove to be correct or gives any warranty, express or implied, as to the accuracy, completeness, likelihood of achievement or reasonableness of any Forward Statement contained in this announcement. Actual results may differ materially from those anticipated in these forward-looking statements due to many important factors, risks and uncertainties. The Company does not undertake any obligation to release publicly any revisions to any "forward- looking statement" to reflect events or circumstances after the date of this announcement, except as may be required under applicable laws.*

Competent Person Statement – Previous Exploration Results or Estimates of Mineral Resources

*The information in this announcement that relates to exploration results or estimates of mineral resources at the Maverick Springs Project is extracted from the Company's ASX announcement dated 28 August 2024 (**Original Announcement**). The Company confirms that it is not aware of any new information or data that materially affects the information contained in the Original Announcement and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates in the Original Announcement continue to apply and have not materially changed.*