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Board of Directors:  
David Quinlivan  
Luke Tonkin  
Les Davis  
Kelvin Flynn  
Brian Kennedy

ASX Code: SLR

Issued Capital:  
503.7m Shares  
2.0m Options  
5.7m Performance Rights

All financial figures  
quoted in this report are  
in Australian dollars and  
are unaudited

## FY16 Gold Sales and FY17 Guidance

Silver Lake Resources Limited (“Silver Lake” or the “Company”) provides the following update on its gold sales for FY16 and its FY17 gold sales guidance.

- FY16 gold sales of 132,400 ounces - achieving guidance
- Average FY16 gold price achieved of A\$1,580 per ounce
- Cash and bullion as at 30 June 2016 of \$42.5 million
- All bank debt repaid
- FY17 gold sales guidance of 135,000 to 145,000 ounces
- FY17 exploration budget of \$14 million in the Mount Monger area

In the FY16 period, Silver Lake achieved its gold sales guidance and delivered on the strategy to return focus to its core Mount Monger Gold Operation (“Mount Monger”), 50 kilometres southeast of Kalgoorlie in Western Australia.

At Mount Monger, measures implemented to deliver consistent cash generative ounces and the restructure of the cost base to match the mine profile, proved successful in generating FY16 gold sales of 132,400 ounces (FY15: 121,999 ounces).

A number of new ore sources were introduced at Mount Monger in FY16 including the Lucky Bay and Santa open pits. Exploration and development work undertaken during the period was also successful in bringing new, lower cost ore sources into the FY17 production schedule. Gold will be produced from the Imperial/Majestic open pits from the first quarter of FY17 and the recently approved high-grade Maxwells underground mine is forecast to contribute approximately 15,000 ounces of production in FY17.

In FY17, Silver Lake expects gold sales to increase to a range of 135,000 to 145,000 ounces. Ore will be sourced from Daisy Complex (“Daisy”), Majestic, Cock-eyed Bob (“CEB”) and Santa mines with Maxwells steadily increasing its gold contribution in the second half of FY17.

Currently, 76,300 ounces of Silver Lake’s FY17 gold sales have been hedged at an average price of A\$1,655/oz.

Silver Lake invested approximately \$15 million in a gated and phased exploration program during FY16 which yielded significant results across all stages of the exploration pipeline, from early stage target delineation through to advanced resource definition drilling. Exploration highlights included a substantial resource increase at Maxwells, resource extensions at CEB, high grade Dinnie Reggio intersections, strong gold trends identified from air-core drilling of structural targets to the north and west of Daisy, spectacular high grade gold intersections and extensions to the Daisy Complex gold lodes, and very encouraging high grade gold intersections from underground positions at Daisy targeting gold veining north of the North Fault.

Additionally, lower priority, non-core exploration projects in the Murchison and Great Southern were divested or joint ventured to third parties, allowing Silver Lake to focus on deposit discovery and development in the highly endowed Mount Monger gold field.

Mount Monger is a fertile gold field with a large portfolio of exploration targets, which demands that exploration expenditure is deployed efficiently and effectively. Accordingly, all exploration targets at Mount Monger are assessed and ranked according to their technical strengths, potential economic return, the probability that the target will become a production source and the priority given to the exploration target having regard to the Company's operating strategy. The success of this program in FY16 has warranted Board approval of a \$14 million exploration budget for FY17.

In FY17, 35% of in ground exploration expenditure will be directed to resource definition to sustain current operations and is concentrated at Daisy, CEB and Maxwells. The remaining 65% of in ground exploration expenditure will be directed to multiple growth exploration targets in the Mt Belches BIF units, Salt Creek area and structural corridor to the north and west of Daisy.

Commenting on the strong FY16 result and outlook, Silver Lake Managing Director Luke Tonkin said:

“The strong results achieved across the business in the past 12 months have been extremely satisfying and are a credit to our people. The strategy to focus on increasing cash flow from our core Mount Monger Operation to both strengthen our balance sheet and self-fund future projects has delivered tangible success in FY16.

“We intend to maintain our operational discipline in FY17 with a strong focus on cash margins. This will enable us to make another significant investment in exploration in the next 12 months to bring more low cost ounces into our development pipeline, as we did in FY16.

“Silver Lake is delivering for today, developing for tomorrow and discovering for the future.”

For further information, please contact:

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