



21 December 2018

\$0.57 Million Share Placement to test the Copper Blow IOCG Targets

Key Highlights

- **\$0.57 million share placement to fund RC and RAB drilling, and ground geophysics at the Copper Blow Project located near Broken Hill**
- **2000 metre RC and 600-hole RAB geochemical drill program and IP and gravity surveys to commence in February**
- **Work to target IOCG Copper-Gold mineralisation in ironstones and the surrounding country rocks in a 4km by 2km area.**
- **Upon completion of the capital raising, the Company will have circa \$0.9 million in cash (after costs of the issue)**

Silver City Minerals Limited (ASX: SCI) ("**Silver City**" or the "**Company**") is pleased to announce a placement of new shares to sophisticated investors for a total value of \$0.57 million ("**Placement**"). The Placement is for an issue of 47,500,000 ordinary shares at an issue price of 1.2 cents per share. The issue will comprise 22,878,975 shares pursuant to Listing Rule 7.1 and 24,621,025 shares pursuant to Listing Rule 7.1A. The issue price of the shares represents no less than 75% of the 15-trading day VWAP of the Company's shares. The Placement is expected to settle within the next week or so.

Placement participants will also receive a 1 for 2 free attaching option exercisable at 3 cents with a 3-year expiry. The Options will be subject to shareholder approval at a general meeting to be convened as soon as practicable.

Empire Capital Partners Pty Ltd was Lead Manager to the Placement.

The Company has completed over 8,000 metres of drilling at Copper Blow located 20 kilometres south of Broken Hill. Drilling has been focussed at the southwestern 1 kilometre zone of an ironstone which extends for over 4.5 kilometres. Over 3 kilometres of strike remains untested.

Drill hole intersections include:

- **7 metres at 3.7% copper, 1.07 g/t gold** (ASX Release 26 Oct 2017)
- **4 metres at 6.1% copper, 4.23 g/t gold, 13 g/t silver** (ASX Release 6 Oct 2017)
- **41.2 metres at 1.3% copper and 0.42 g/t gold** (ASX Release 22 February 2018)
- **31 metres at 1.0% copper and 0.26 g/t gold** (ASX Release 5 July 2018)
 - **Includes 15 metres at 1.6% copper and 0.32 g/t gold**

The project is considered to be a new Iron Oxide Copper Gold (IOCG) discovery and the capital raising will enable the Company to:

- Evaluate the resource at Copper Blow
- Drill new targets within the ironstone to the northwest of Copper Blow
- Generate new targets using widespread RAB geochemistry and ground geophysics

The Copper Blow project is a contributing joint venture between SCI (75%) and CBH (25%). CBH Resources Ltd owns and operates the Rasp Mine and sulphide concentrator in Broken Hill 20 kilometres to the north of Copper Blow.

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ABOUT Silver City Minerals Limited

Silver City Minerals Limited (SCI) is a base and precious metal explorer with a strong focus on the Broken Hill District of western New South Wales, Australia. It takes its name from the famous Silver City of Broken Hill, home of the world's largest accumulation of silver, lead and zinc; the Broken Hill Deposit. SCI was established in May 2008 and has been exploring the District where it controls Exploration Licences through 100% ownership and various joint venture agreements. It has a portfolio of highly prospective projects with drill-ready targets focused on high grade silver, gold and base-metals, and a pipeline of prospects moving toward the drill assessment stage. The Company continues to seek out quality projects for exploration and development.

Caution Regarding Forward Looking Information.

This document contains forward looking statements concerning Silver City Minerals Limited. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward looking statements in this document are based on Silver City's beliefs, opinions and estimates of Silver City Minerals as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future development.

Competent Persons

The information in this report that relates to Exploration Results is based on information compiled by Chris Torrey (BSc, MSc, RPGeo Mineral Exploration), who is a member of the Australian Institute of Geoscientists. Mr Torrey is the Managing Director, a shareholder and full-time employee of Silver City Minerals Limited. Mr Torrey has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as "Competent Persons" as defined by the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Torrey consents to the inclusion in this Report of the matters based on this information in the form and context in which it appears.

This report contains information extracted from ASX releases cited in the body of the report. These are available to view on the website www.silvercityminerals.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.