

WEBBS AND CONRAD SILVER PROJECTS ACQUISITION COMPLETED

HIGHLIGHTS

- **Webbs and Conrad acquisitions completed** following approval from shareholders at Thomson Extraordinary General Meeting (EGM) held 29 March 2021¹
- **Webbs and Conrad** represent high grade silver (polymetallic) **assets which form an integral part of Thomson's "Fold Belt Hub & Spoke strategy"** and the Company's goal to become a leading Australian silver (gold) exploration and development company.
- Work underway to deliver a new Conrad resource estimation under JORC 2012 reporting code that will include new geological modelling and additional drilling completed in 2010, subsequent to the published Conrad resource².
- Evaluation of the published Webbs mineral resource estimation³ is in progress, including new structural logging of existing core and surface geology that will guide new drill hole planning and geological modelling for a new estimation of resources under JORC 2012 that will include additional drilling completed in 2013, subsequent to the published Webbs resource³.
- Conrad and Webbs are part of an integrated review of historic metallurgical test work being undertaken by Thomson's Metallurgical consultants for the Hub and Spoke projects, aimed at delivering a "Gap Analysis" and review of potential processing pathways for centralised processing concept.

Thomson Resources (ASX: TMZ) (Thomson or the Company) advises that the acquisition of Webbs and Conrad silver projects are now complete following shareholder approval obtained at the Company's Extraordinary General Meeting (EGM) held 29 March 2021¹. As a result, share and option consideration payable to Silver Mines Limited (ASX: SVL) ("Silver Mines") have been issued⁴.

Thomson, in consultation with technical advisers Global Ore Discovery, are developing an exploration strategy and improved geological models for Webbs and Conrad silver projects. The models, in conjunction with additional historic drilling completed subsequent to published resources at both projects, will be used by Thomson's resource consultants to calculate new JORC 2012 resource estimates for these projects.

. The exploration strategy will look at possible extensions to the known mineralised area in order to further expand the Resource estimate. The Company wishes to thank Global Ore Discovery for their strategic contribution and ongoing technical support through the acquisition process and the implementation of the Fold Belt Hub and Spoke Strategy to date and looks forward to working with the Global Ore team as Thomson advances the exploration and resource definition of the Fold Belt Hub & Spoke Project portfolio.

¹ See ASX Release dated 29 March 2021 – Results of Meeting

² See MAR ASX Release - 16 December 2008, Conrad Silver Project: Resource Upgrade to Form Basis of New Scoping Study

³ See SVL ASX Release - 27 February 2012, Indicated and Measured JORC Resource at Webbs Project Upgraded 400%

⁴ See ASX Release dated 12 November 2020 – Thomson to Acquire Two Transformational NSW Silver Deposits and Completion of \$6M Capital Raise

See ASX Release dated 27 January 2021 – Webbs And Conrad Silver Projects Acquisition Proceeding to Completion



Executive Chairman David Williams commented:

“It gives me great pleasure to formally announce the completion of the acquisition of the Webbs and Conrad Silver Projects following the approval gained from our valuable shareholders. The completion of the transaction is a great success for the Company and its shareholders.

With the transaction complete Thomson can now turn its attention to calculating new JORC 2012 resource estimates for these projects, and importantly the integration of the projects into the larger Hub and Spoke Strategy as the Company builds towards our target of 100Moz of silver equivalent within our centralised processing hub.”

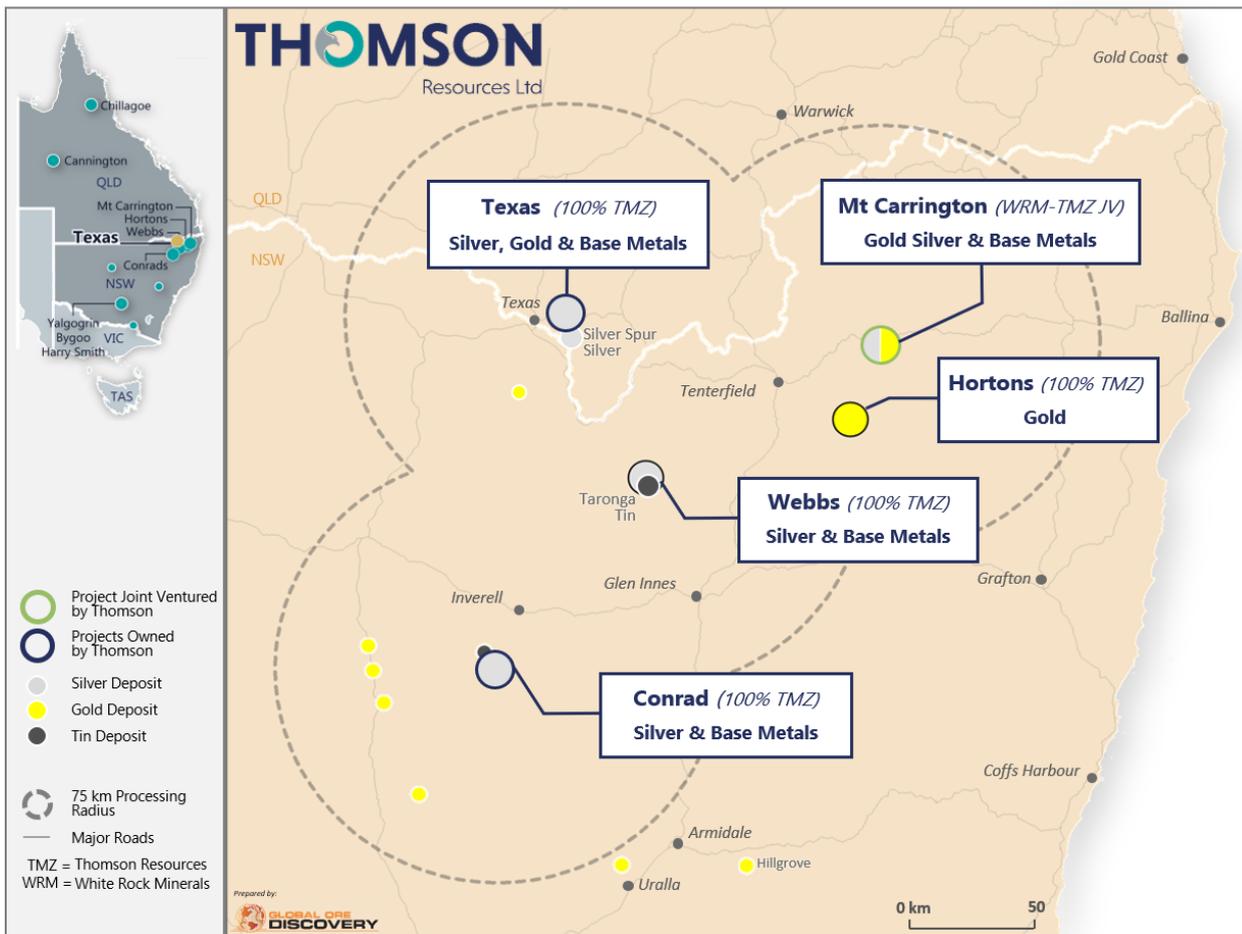


Figure 1 – Thomson’s Fold Belt Hub & Spoke Project Locations, including Webbs and Conrad Projects

Webbs and Conrad Silver Projects

The Webbs Silver Project is a high-grade silver-polymetallic deposit located 65 km from Inverell in northern New South Wales (see Figure 1).

Silver mineralisation at Webb’s was discovered in 1884. From 1884 to 1901 approximately 55,000t of ore was mined at an average grade of at least 23 oz/t (approx. 710 g/t) silver¹. At Webb’s Main, mining reached 210m below surface and extracted a high grade steep south plunging shoot. Numerous additional shafts, some up to 50m deep, and smaller prospecting pits occur along the 2km long mineralized trend.

Three lines of lode are identified in the vicinity of the main shaft, with historical production focused on the Webbs Main Lode. Two lodes, identified as 'Eastern' and 'Western' lodes, form a left stepping en-echelon configuration and are potentially structurally repeated equivalents of the central lode.

Whilst the wider tenement area remains largely underexplored there is over 30,000m of drilling data which was previously undertaken by Silver Mines. This will provide Thomson with detailed information required to plan follow up drill programs to test open high-grade shoots to depth and to explore for additional concealed mineralisation in the area.

The Conrad Project is a high grade silver-polymetallic deposit located 85 km SW of the Webbs deposit and 25 km from the town of Inverell in northern New South Wales.

The Conrad Mine was historically one of the largest silver mines in the New England region having produced ~3.5Moz of silver from 175kt of ore with by-product lead, zinc, copper and tin. Recorded average grades were of the order of 19 oz (approx. 600g/t) silver, 8% lead, 4% zinc, 1.5% copper and 1.5% tin⁵. Production commenced in 1891 and continued until 1912, when production ceased, before recommencing in 1947 as well as 1955 - 1957.

The Conrad lodes were historically worked over a 1.4km strike length to a maximum depth of 267m. The line of lodes extends south-eastwards for at least a further 2,000m and there is considerable exploration potential to test open high grade shoots to depth, to explore for concealed shoots to the SW and to explore for parallel lode systems adjacent to the Conrad lodes and drill test a series of satellite prospects in the district for additional silver resource.

Going forward, Thomson will seek to explore the Webbs and Conrad projects in parallel and will convert and report existing Resources under JORC 2012. The exploration strategies for both projects are currently being developed by Thomson in conjunction with the company's geoscientific consultants.

For a more detail discussion of the projects and the transaction details see Thomson's ASX Release dated 12 November 2020 – "Thomson to Acquire Two Transformational NSW Silver Deposits and Completion of \$6M Capital Raise".

The Company will keep shareholders informed of progress.

This announcement was authorised for issue by the Board.

Thomson Resources Ltd

David Williams

Executive Chairman

Competent Person

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Eoin Rothery, (MSc), who is a member of the Australian Institute of Geoscientists. Mr Rothery is a full-time employee of Thomson Resources Ltd. Mr Rothery has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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". Mr Rothery consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

This report contains information extracted from previous ASX releases which are referenced in the report and which are available on the company's website. 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.

⁵ Refer ASX:TMZ announcement 12 November 2020, Thomson to Acquire Two Transformational NSW Silver Deposits and Completion of \$6M Capital Raise.

ABOUT THOMSON RESOURCES

Thomson Resources holds a diverse portfolio of minerals tenements across gold, silver and tin in New South Wales and Queensland. The Company’s primary focus is its aggressive “Fold Belt Hub and Spoke” consolidation strategy in NSW and Qld border region. The strategy has been designed and executed in order to create a large precious (silver – gold), base and technology metal (zinc, lead, copper, tin) resource hub that could be developed and potentially centrally processed.

The key projects underpinning this strategy have been strategically and aggressively acquired by Thomson in only a 4-month period. These projects include the Webbs and Conrad Silver Projects, Mt Carrington Silver-Gold Project, Texas Silver Project as well as the Hortons Gold Project which was already being acquired. As part of its Fold Belt Hub and Spoke Strategy, Thomson is targeting, in aggregate, in ground material available to a central processing facility of 100 million ounces of silver equivalent (refer to table 1 below for list of previous Reserve and Resource announcements for each project).

In addition to Thomson’s Fold Belt Hub & Spoke strategy the Company is also progressing exploration activities across its Yalgogrin and Harry Smith Gold Projects and the Bygoo Tin Project in the Lachlan Fold Belt in central NSW, as well as the Chillagoe Gold and Cannington Silver Projects located in Queensland.

