



ASX ANNOUNCEMENT

6 April 2016

Silver City Commences RAB Drilling on Zinc-rich Targets at Broken Hill

- **New phase of exploration at Broken Hill.**
- **Work commences with rotary air blast (RAB) drilling on three projects.**
- **Approvals received for reverse circulation (RC) drilling at Stephens Trig and Razorback.**

Silver City Minerals Limited (ASX: SCI) (“Silver City” or “the Company”) has commenced a RAB drilling program at Broken Hill. The work is designed to follow-up zinc (and lead-silver) targets outlined in earlier programs at Yalcowinna West and Razorback West. At Acacia Vale the work will test versatile time domain electromagnetic (VTEM) anomalies under alluvial cover (Figure 1).

Reverse circulation drilling at Stephens Trig is now planned to commence after completion of the RAB program. This will allow for more cost-efficient use of the RC drill rig should new drill targets be located in the RAB phase.

Environmental permits and land access arrangements are now in place for commencement of drilling at Stephens Trig and Razorback West.

Background

Previous exploration by the Company has outlined three projects where limited information suggests potential for near-surface zinc-lead-silver mineralisation hidden beneath a veneer of alluvial and soil cover. Targets are both geophysical and geochemical in character. This RAB program is designed to assess these with the view to outlining drill targets which might be tested at the same time as the upcoming Stephens Trig RC drilling.

A total of approximately 200 RAB holes are planned.

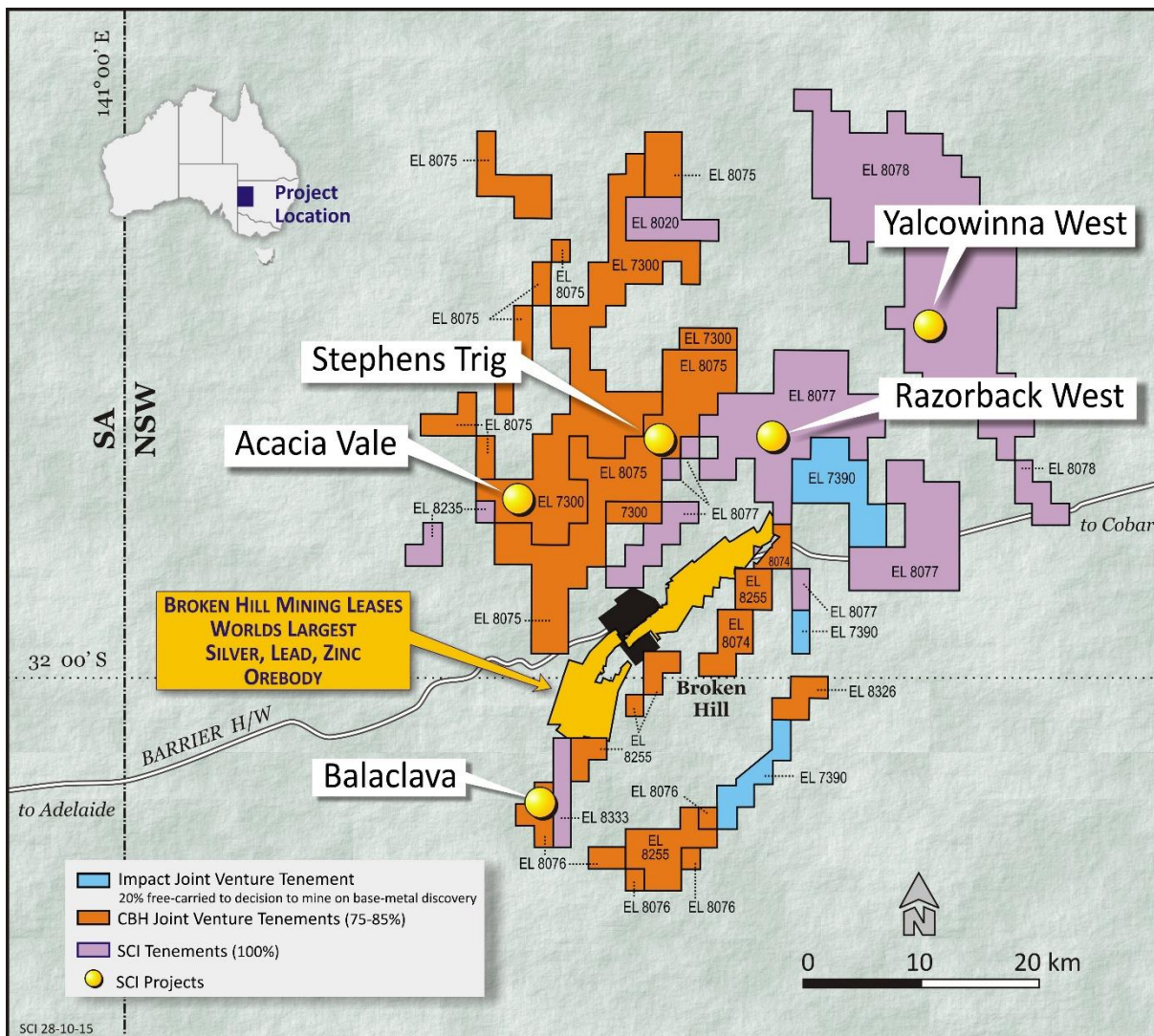


Figure 1. Silver City tenements and projects at Broken Hill.

SILVER CITY MINERALS LIMITED



Christopher Torrey
Managing Director

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.) 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 he is undertaking to qualify as a "Competent Person" 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.

CONTACT DETAILS

Management and Directors

Bob Besley	Chairman
Chris Torrey	Managing Director
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Ian Hume	Non-Executive Director
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