



25 July 2017

\$0.7 Million Capital Raising to Drill High Grade Copper Blow Project

Key Highlights

- **\$0.7M capital raising to fund high impact drilling program on the high grade Copper Blow Project located in Broken Hill**
- **Initial 2,600 metre drill program to commence in around 4 weeks to follow up high grade historic drill intersections including:**
 - **11.8 metres at 6.7% Cu and 1.92 g/t Au**
 - **15 metres at 2.7% Cu and 0.53 g/t Au**
- **Upon completion of the capital raising, the Company will have circa \$1.5M in cash and is highly leveraged to drilling success given its low market capitalisation**

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 \$428,000 ("**Placement**"). The Company will also be conducting a Share Purchase Plan to existing eligible shareholders to raise a maximum of \$250,000 ("**SPP**") which will close on 15 August 2017. The new shares will be issued at a price of 1.8 cents per share.

On 17 July 2017 the Company announced plans to drill test significant copper-gold mineralisation at the Copper Blow Prospect, located 20 kilometres from Broken Hill in NSW. Historic drilling intersected high grade IOCG style mineralisation and the capital raising will enable the Company to complete a significant new drilling program to test the system at depth and along strike.

Silver City's Managing Director, Chris Torrey commented: "Copper Blow is an exciting exploration program with high grade historical results up to 6.7% copper over 11.8 metres and where our follow up drilling will target a combined strike length of 750 metres within a prospective 4 kilometre-long horizon. Upon completion of the capital raising, with a market capitalisation of circa \$3.5M and \$1.5M in cash, Silver City will be highly leveraged to drilling success. The initial program is scheduled to commence in approximately four weeks"

The Placement comprises an issue of 23,786,844 ordinary shares, the maximum capacity available pursuant to ASX Listing Rule 7.1. The Placement is expected to settle by 28 July 2017.

The SPP will enable existing shareholders to participate in the capital raising at the same issue price as the Placement without incurring brokerage or other transaction costs. Eligible shareholders (being those shareholders on Silver City's register at 7pm on 24 July 2017 with

registered addresses in Australia and New Zealand) will have the opportunity to apply for up to \$15,000 worth of ordinary fully paid shares in the Company. The SPP is targeted to raise a maximum of \$250,000 with full details of the SPP to be sent to eligible shareholders shortly.

Patersons Securities Limited has been appointed Lead Manager to the Placement and SPP.

An indicative timetable for the SPP is provided below. The SPP is currently scheduled to close on Tuesday 15 August 2017.

Event	Date
SPP record date	7:00pm (AEST), Monday 24 July 2017
SPP offer opens	Tuesday, 1 August 2017
SPP offer closes	5:00pm, Tuesday 15 August 2017
SPP results announcement	Friday, 18 August 2017
Despatch date	Tuesday, 22 August 2017
SPP shares commence trading	Thursday, 24 August 2017

This timetable is subject to change. Silver City reserves the right to vary the timetable without notice. The commencement of trading of new shares is subject to confirmation from ASX

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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.