

9 May 2019

Company Announcement Officer
ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

CLARIFICATION OF PRESENTATION

Silver Mines Limited (**Company**) refers to its announcement of 8 May 2019 entitled "RIU Sydney Conference Presentation" (**Presentation**). Due to it not being in line with Joint Ore Reserves Committee (**JORC**) requirements, the Company wishes to retract the points on slide 6 of that Presentation relating to JORC Reserve in ground valuation and the Silver Mines EV/M&I Resource valuation.

Accordingly, the Presentation will be re-released without the statements above. Investors should not be influenced by these statements.

Yours faithfully,

A handwritten signature in black ink, appearing to be 'Trent Franklin', written in a cursive style.

Trent Franklin
Company Secretary