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Listings Compliance (Sydney)
ASX Compliance Pty Ltd
20 Bridge Street
Sydney NSW 2000

2ND RIG ARRIVES AS RC DRILL PROGRAM COMMENCES AT THE AUSTIN GOLD PROJECT

Highlights

- **Second drill rig arrives at the Austin Gold Project as RC drilling program commences and exploration efforts ramp up.**
- **The RC drilling program will run concurrently with the diamond drilling program which is already underway.**
- **A total of 3,000 m is initially planned at the Brians, Brunswick Hill and Mt Sandy Prospects where high grade gold mineralisation has been intersected in previous drilling and at surface.**

Silver City Minerals Limited (ASX: **SCI**) ("**SCI**" or "**Company**") is pleased to announce the commencement of its RC drilling program at the Austin Gold Project. The Austin Gold Project is located in the highly prospective Murchison greenstone province of Western Australia and is located directly adjacent to the Cue Gold Project owned by Musgrave Minerals Limited (ASX:MGV), which includes the high grade Break of Day Deposit and Starlight discovery.

RC Drill and Diamond Drilling Program

As announced on 5 August 2021, the diamond drill program commenced at the Austin Project and is designed to characterise the gold-bearing veins controlling gold mineralisation and their orientation at three key prospect areas where high grade gold has been encountered in the past. The RC Program has now commenced to supplement the diamond drilling program and assist in stepping out from key structures identified in the diamond holes. Exploration efforts are being ramped up with two rigs running concurrently and testing the high priority prospects characterised by the following previous exploration results:

1. Brunswick Hill prospect where previous drilling intersected **6 m at 15.8 g/t Au** from 36m (including **2 m at 43 g/t Au**) in BGRC-03¹ that has never been followed up properly.
2. Brians prospect where visible gold in surface veins returning assays up to 1,109 g/t gold and a previous drilling intersection of **2 m at 20.1 g/t Au** from 31m, including **1 m at 28.0 g/t Au** in hole AUSRC20 in BGRC-03¹ that has never been followed up properly.
3. Mt Sandy prospect where previous outcropping narrow veins sampled by Silver City returned up to **10 g/t Au**¹ that has never been drill tested. Also, recent work by Silver City suggests encouraging previous drilling intersections of **7 m at 1.7 g/t Au** from 21 m including **3 m at 3.4 g/t Au** in SC0603¹ may not have been drilled in the optimum drilling orientation.



Figure 1: RC Drill Rig at the Austin Gold Project.

Technical Director Mr Leo Horn commented, “The Austin Project is a highly prospective gold asset for the Company and the commencement of the second drill rig is testament to our commitment to exploration on the project. We are starting to build some momentum at the project and are encouraged by what we are seeing to date and look forward to a steady flow of results to follow in the coming weeks.”

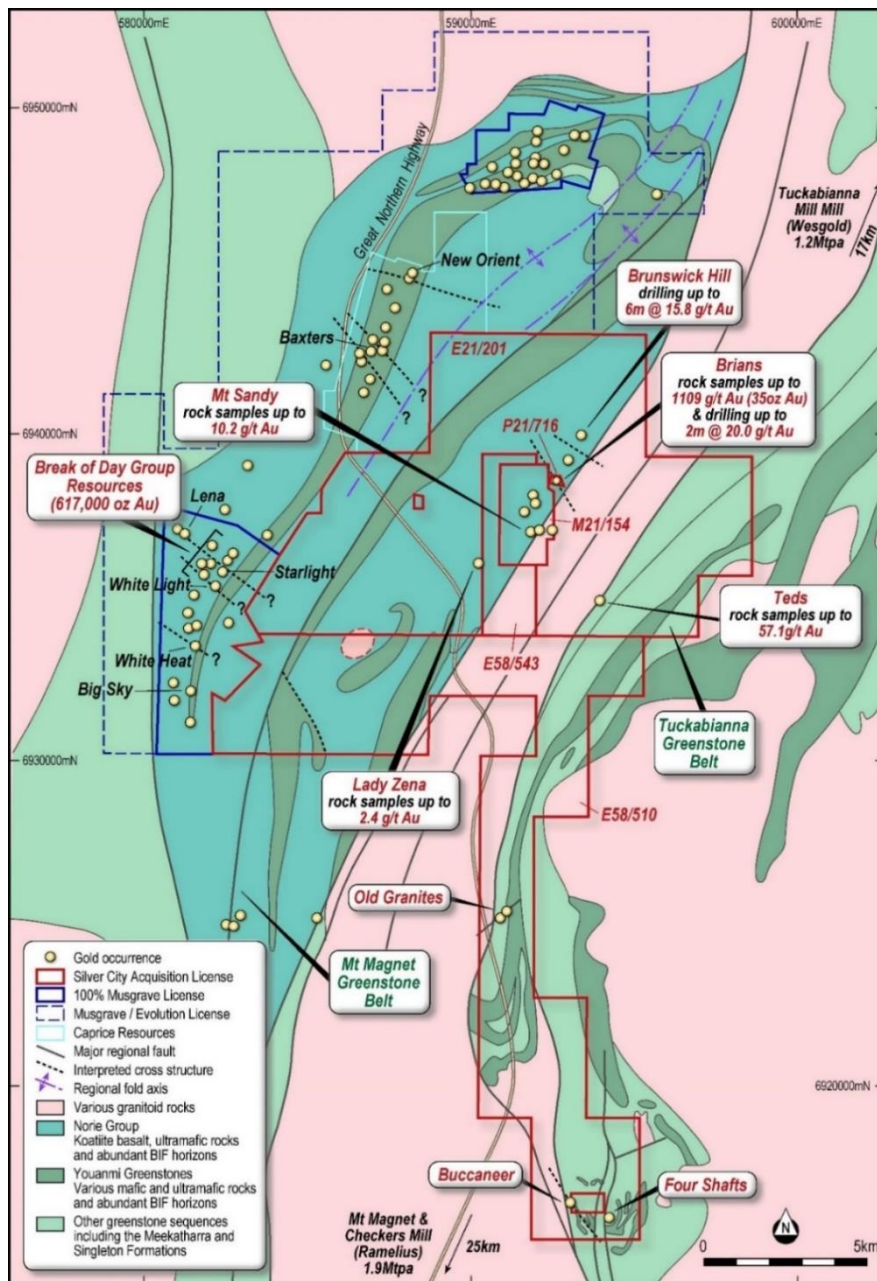


Figure 2: Interpreted geology map of the Mt Magnet and Tuckabianna Greenstone Belts showing the location of the Austin Gold Project tenement outlines with respect to the licenses held by Musgrave Minerals and Caprice Resource. Resource estimates by Musgrave Minerals are total combined Indicated and Inferred JORC 2012 estimates^{2,3,4}.

This announcement has been authorised by the Board of Directors of Silver City Minerals Limited.

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ABOUT Silver City Minerals Limited

Silver City Minerals Limited (SCI) is a base and precious metals explorer focused on the prolific mining districts of Broken Hill, the Cobar Basin and the Lachlan Fold Belt of New South Wales, Australia. Silver City's flagship Austin Gold Project is located in the highly prospective Murchison greenstone province of Western Australia, directly

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adjacent to the Cue Gold Project owned by Musgrave Minerals Limited (ASX:MGV), which includes the high grade Break of Day Deposit and Starlight discovery. The Company has also secured a significant ground holding of the Talling Greenstone belt in the prolific Murchison gold mining region of Western Australia located 150 km south of the Golden Grove deposit.

CAUTION REGARDING FORWARD LOOKING STATEMENTS

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 include, but are not limited to, statements preceded by words such as "planned", "expected", "projected", "estimated", "may", "scheduled", "intends", "anticipates", "believes", "potential", "predict", "foresee", "proposed", "aim", "target", "opportunity", "could", "nominal", "conceptual" and similar expressions. 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. So, there can be no assurance that actual outcomes will not materially differ from these forward-looking statements. Forward looking statements in this document are based on Silver City's beliefs, opinions and estimates of Silver City 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 STATEMENT

The information in this announcement that relates to Exploration Results is based on and fairly represents information and supporting documentation prepared by Mr Leo Horn, a Competent Person. Mr Horn is a Director of Silver City Minerals and a member of the Australian Institute of Geoscientists. Mr Horn has sufficient experience relevant to the styles of mineralisation and types of deposits which are covered in this announcement and to the activity which they are 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' ("JORC Code"). Mr Horn consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

References:

¹Silver City Minerals Announcements - 7 April 2021, 12 April 2021, 15 April 2021, 19 April 2021, 27 April 2021, 5 May 2021, 26 July 2021 and 5 August 2021.

²Musgrave Minerals Ltd. 11 November 2020. Break of Day High Grade Mineral Resource Estimate.

³Wesgold Resources Limited Annual Report 2020.

⁴Ramelius Resources Annual Report 2020.