



MACMIN SILVER LTD

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Australian Stock Exchange Limited
Company Announcements Office

PRIVATE PLACEMENT

The Company has reached agreement to raise approximately \$6M through a private placement to a number of professional investors. The terms of the placement are 1 share and ½ option at 36 cents. Subject to receipt of cleared funds, the placement is expected to be completed by the end of this week.

These funds will be used for working capital at the Twin Hills Silver Mine once production starts up from mid-year. Also, an expanded exploration programme will be initiated on the Company's silver prospects, along with evaluation of other silver resource opportunities with the aim of adding to the silver resource base of Macmin Silver Ltd.

These funds see the cash balance of the Company stand at approximately \$11.5M. Additional access to funding remains in place via the Cornell equity facility where a further \$8.6M drawdown remains from the original \$10M negotiated in 2003.

An Appendix 3B will be lodged once the placement is finalised.

Yours faithfully
MACMIN SILVER LTD

D.M. O'Neill
MANAGING DIRECTOR

