

27 August 2013

ASX Limited
Exchange Plaza, 2 The Esplanade
PERTH WA 6000

**NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION IN WHOLE OR IN PART INTO THE
UNITED STATES**

**Silver Lake Raises \$47.5 Million via an Underwritten Placement and Announces a Share Purchase
Plan to Repay Debt and for Working Capital Requirements**

Silver Lake Resources Limited (ASX:SLR) ("**Silver Lake**" or the "**Company**") is pleased to advise that the Company has resolved to raise \$47.5 million (before costs) through an underwritten placement of 55.9 million fully paid ordinary shares ("**Shares**") to institutional and other sophisticated and professional investors in Australia and other jurisdictions at an issue price of \$0.85 per new Share, representing a 7.6% discount to the 10 day volume weighted average price ("**VWAP**") and a 2.2% premium to the 30 day VWAP of Shares on the ASX (the "**Placement**"). The Placement is fully underwritten by RBC Capital Markets.

Silver Lake also intends to raise up to a further \$15 million through a Share Purchase Plan ("**SPP**") to eligible shareholders at \$0.85 per share. If applications for the SPP are received in excess of this amount, they will be scaled back on an equitable basis. The record date for the SPP is 26 August 2013 and an SPP offer document ("**SPP Offer Document**") will be released shortly which will provide further important information regarding the SPP.

Finally, subject to Silver Lake shareholder approval to be sought at a General Meeting to be held in early October 2013, the Company intends to raise a further \$1.2 million through a placement of Silver Lake fully paid ordinary shares to directors of the Company at an issue price of \$0.85 per share, the same issue price as offered in the Placement and SPP. Further details relating to this proposed placement to Silver Lake directors will be included in the notice of General Meeting.

"We are delighted by the strong support received for the Placement from a large number of existing and new Australian, Asian, North American and European investors which ultimately resulted in a heavily over-subscribed Placement" said Silver Lake's Managing Director Les Davis.

"Net proceeds raised from the Placement, the SPP and the placement to directors will be used to repay our outstanding debt facilities and provide working capital for our operations. The strong support we have had from existing and new investors coupled with the participation by Silver Lake directors in this capital raising highlights the positive sentiment towards the future prospects of the Company."

For personal use only

The Placement is fully underwritten by RBC Capital Markets, which is acting as Sole Bookrunner and Global Lead Manager to the Placement. Fairfax Securities Corporation DBA Jett Capital Advisors is acting as Co-Manager to the Placement.

Settlement of the Placement is currently scheduled to take place on 30 August 2013 with anticipated allotment and quotation of the new Shares to occur on the ASX on 2 September 2013. Key dates in respect of the SPP and placement to directors will be outlined in the SPP Offer Document and notice of General Meeting.

The Placement will be undertaken within the Company's 15% capacity under ASX Listing Rule 7.1, and consequently the Company will not require shareholder approval in order to complete the Placement.

An appendix 3B follows.

Yours sincerely



Les Davis
Managing Director
Silver Lake Resources Limited
Ph: 08 6313 3800

Important Notes

This announcement has been prepared for publication in Australia and may not be released or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 (as amended) and may not be offered or sold in the United States or to a U.S. person (as defined in Regulation S under the US Securities Act) except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws. There will be no public offering of the securities in the United States.