

29 September 2026

SILVER MINES COMPLETES BOWDENS PROJECT ROYALTY BUY-BACKS

HIGHLIGHTS

- Silver Mines has completed the acquisition and extinguishment of two private royalties over the Bowdens Silver Project, further simplifying the Project's royalty structure.
- The completed transactions remove the two acquired royalty interests over EL5920, increasing Silver Mines' direct exposure to the future production and economic benefits of the Bowdens Silver Project.
- The Royalty Buy-Backs were completed for aggregate consideration of \$26 million, comprising \$18 million in cash and \$8 million in Silver Mines shares issued at \$0.145 per share.
- The removal of the two royalty interests eliminates the associated future royalty obligations and provides Silver Mines with greater exposure to the Project's future economic returns.
- Completion of the Royalty Buy-Backs represents a further step in positioning Bowdens for its next stage of development as Silver Mines continues to progress the Project's approvals pathway.

Silver Mines Managing Director, Jo Battershill commented: *"The completion of the Royalty Buy-Backs is a significant milestone for Bowdens and further simplifies the commercial structure of the Bowdens Project."*

This completes an important piece of the Project's commercial consolidation and gives Silver Mines greater direct exposure to the future production and economic benefits of the Bowdens Project.

With the Definitive Feasibility Study completed and the Project progressing through its approvals pathway, our immediate focus is on the upcoming NSW Independent Planning Commission public hearing and continuing the work required to advance Bowdens towards development.

We have a clear pathway ahead and remain focused on progressing the Bowdens Project through its key approvals and development milestones."

Introduction

Further to its announcement on 21 September 2026, Silver Mines Limited (ASX:SVL) ("Silver Mines" or "Company") is pleased to announce that its wholly owned subsidiary Bowdens Silver Pty Ltd ("Bowdens") has completed the transactions to acquire and extinguish two private royalties over its 100% owned Bowdens Silver Project ("Royalty Buy-Backs").

Bowdens has completed the:

- buy-back and extinguishment of a 2% net smelter royalty over tenement EL5920 which reduces to a 1% net smelter royalty after the first US\$5m of revenue, held by Royalco Resources Pty Ltd ("Royalco") a subsidiary of Fitzroy River Corporation Ltd (ASX:FZR) ("Fitzroy") ("Fitzroy Royalty"); and
- acquisition of 100% of the issued shares in Asia Metals 4 Pty Ltd ("Asia Metals") which owns a 1% gross revenue royalty over tenement EL5920 which commences after the first 20 million ounces of silver has been produced ("Asia Metals Royalty"),

(collectively, the "Royalties").

Fitzroy Royalty

Pursuant to a Royalty Buyback and Extinguishment Deed, Bowdens acquired the Fitzroy Royalty from Royalco and paid the following consideration:

- (a) A\$10,000,000 cash paid on completion; and
- (b) A\$7,500,000 in fully paid ordinary shares in Silver Mines ("SVL Shares") (being 51,724,138 SVL Shares) ("Fitzroy Consideration Shares").

Asia Metals Royalty

Pursuant to a share sale agreement, Bowdens acquired 100% of the issued shares of Asia Metals and paid the following consideration:

- (a) A\$8,000,000 cash paid on completion; and
- (b) A\$500,000 in SVL Shares (being 3,448,276 SVL Shares) ("Asia Metals Consideration Shares").

The Fitzroy Consideration Shares and Asia Metals Consideration Shares were issued at the same issue price as the Company's recent placement being \$0.145 per SVL Share and were issued today on 29 September 2026. The Fitzroy Consideration Shares and the Asia Metals Consideration Shares were issued using the Company's existing Listing Rule 7.1 capacity.

All conditions required to completing each of the transactions have been satisfied.

For full details relating to the Royalty Buy-Backs please refer to the Company's ASX announcement released on 21 September 2026.

About the Bowdens Silver Project

The Bowdens Silver Project is in central New South Wales, approximately 26 kilometres east of Mudgee (Figure 1). The consolidated project area comprises 2,115 km² of titles covering approximately 80 kilometres of strike of the highly mineralised Rylstone Volcanics. Multiple target styles and mineral occurrences have potential throughout the district including analogues to Bowdens, high-grade silver-lead-zinc epithermal and volcanogenic massive sulphide (VMS) systems and copper-gold targets.

The Bowdens Silver Project is the largest undeveloped silver deposit in Australia with substantial resources and a considerable body of high-quality technical work completed. The Project boasts outstanding logistics for mine development.

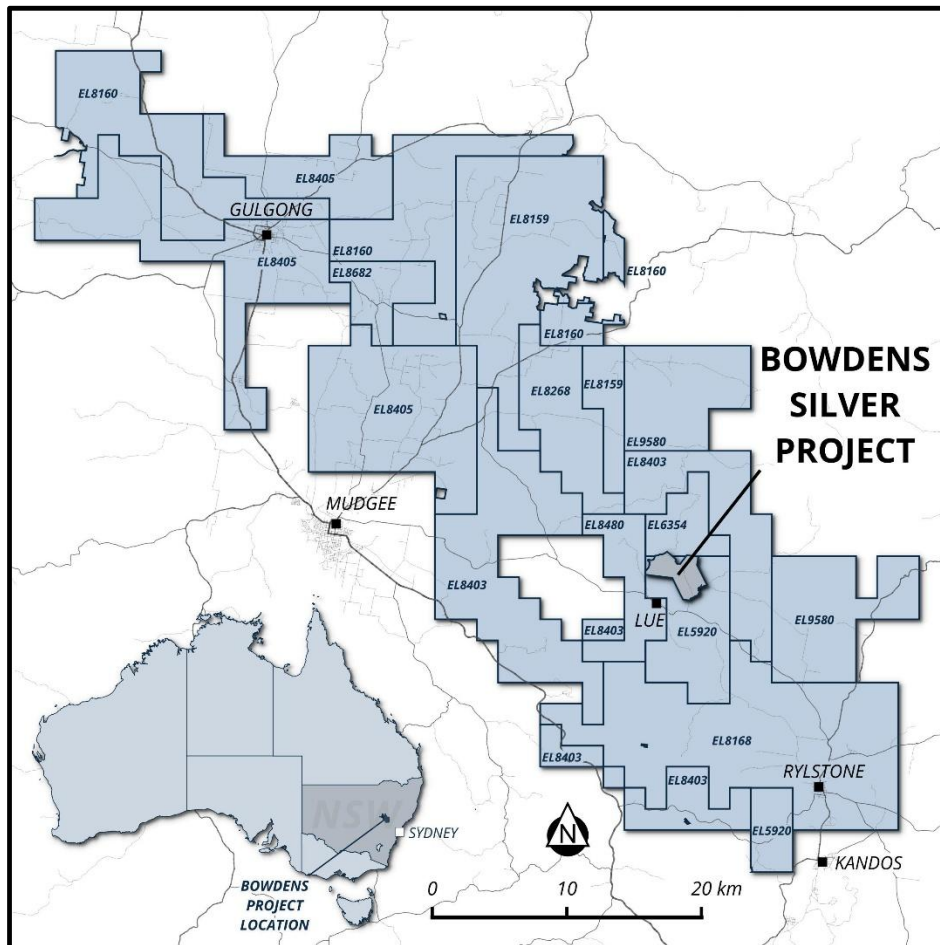


Figure 1: Silver Mines Limited tenement holdings in the Mudgee district.

This document has been authorised for release to the ASX by the Company's Managing Director, Mr Jonathan Battershill.

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