

ASX ANNOUNCEMENT

25 July 2014

Acquisition of Mount Monger JV Interest including Majestic & Imperial Projects

Silver Lake Resources Ltd (“Silver Lake”) is pleased to announce that it has reached agreement with Newcrest Operations Limited (“Newcrest”) to acquire Newcrest’s 15% Mount Monger Joint Venture Interest (“JVI”), which includes the Majestic and Imperial projects located 35km south east of Kalgoorlie in Western Australia (refer to figure 1). The acquisition will take Silver Lake’s ownership in the project to 100%.

Consideration for the JVI is A\$1,527,000 cash payable in 2 tranches:

Tranche 1: A\$1,027,000 (paid); and
Tranche 2: A\$500,000 payable on completion, which is expected to be 5 December 2014, subject to receipt of all necessary approvals or consents for the sale by such date.

Majestic & Imperial Project

The Majestic and Imperial deposits were discovered in 2012 and comprise 22 tenements with an approximate area of 3700 ha.

The majority of the primary gold mineralisation at the Majestic/Imperial deposit is associated with north-south trending west dipping brittle fracturing of the host granodiorite. Some mineralisation is also associated with northwest trending, southwest dipping planes of ductile foliation within the granodiorite.

Mineralisation is usually associated with silica, sericite, albite, alteration and/or quartz veining containing fine grained chalcopryrite and pyrite. Low grade mineralisation is also found with the north-south trending porphyries. However, the contact between the foliated porphyries and the dominantly massive granodiorite is occasionally the site of local high grade mineralisation associated with dilatational quartz veining, and strong silica sericite alteration.

Some high grade mineralisation is hosted in strongly sheared biotite rich melanocratic tonalites and porphyries with fine blebs of chalcopryrite and pyrite stringers. Primary mineralisation is characterised by elevated copper, bismuth, gold and silver grades. Extensive metallurgical test work completed to date indicates the chalcopryrite is expected to have no material detrimental impact on processing the Majestic/Imperial ores through the Randall’s Mill.

As of June 2013, the JORC 2004 Resources and Ore Reserves that will be 100% attributable to Silver Lake are shown in tables 1 & 2.

Jun-13	Measured Resources			Indicated Resources			Inferred Resources			Total Resources		
	Ore t	Grade g/t Au	Total Oz Au	Ore t	Grade g/t Au	Total Oz Au	Ore t	Grade g/t Au	Total Oz Au	Ore t	Grade g/t Au	Total Oz Au
Deposit	'000s		'000s	'000s		'000s	'000s		'000s	'000s		'000s
Majestic				1,930.0	2.2	139.0	563.0	1.5	27.6	2,493.0	2.1	166.6
Imperial				188.0	10.0	60.5	132.0	5.5	23.2	320.0	8.1	83.7

Table 1: JORC 2004 Resources as of June 2013

Jun-13	Proved Reserves			Probable Reserves			Total Reserves		
	Ore	Grade	Total	Ore	Grade	Total	Ore	Grade	Total
	tonnes '000s			tonnes '000s			tonnes '000s		
Majestic				694.4	2.3	52.4	694.4	2.3	52.4
Imperial				238.1	7.6	58.1	238.1	7.6	58.1

Table 2: JORC 2004 Ore Reserves as of June 2013

A plan is in place to drill test to the west of the Imperial deposit. Re-interpretation of previous geophysical work suggests that there is possibly another mineralised structure in the hangingwall of the Imperial deposit (refer to figure 2).

Silver Lake is performing mining method and optimisation studies for both the Majestic and Imperial deposits.

For further information please contact

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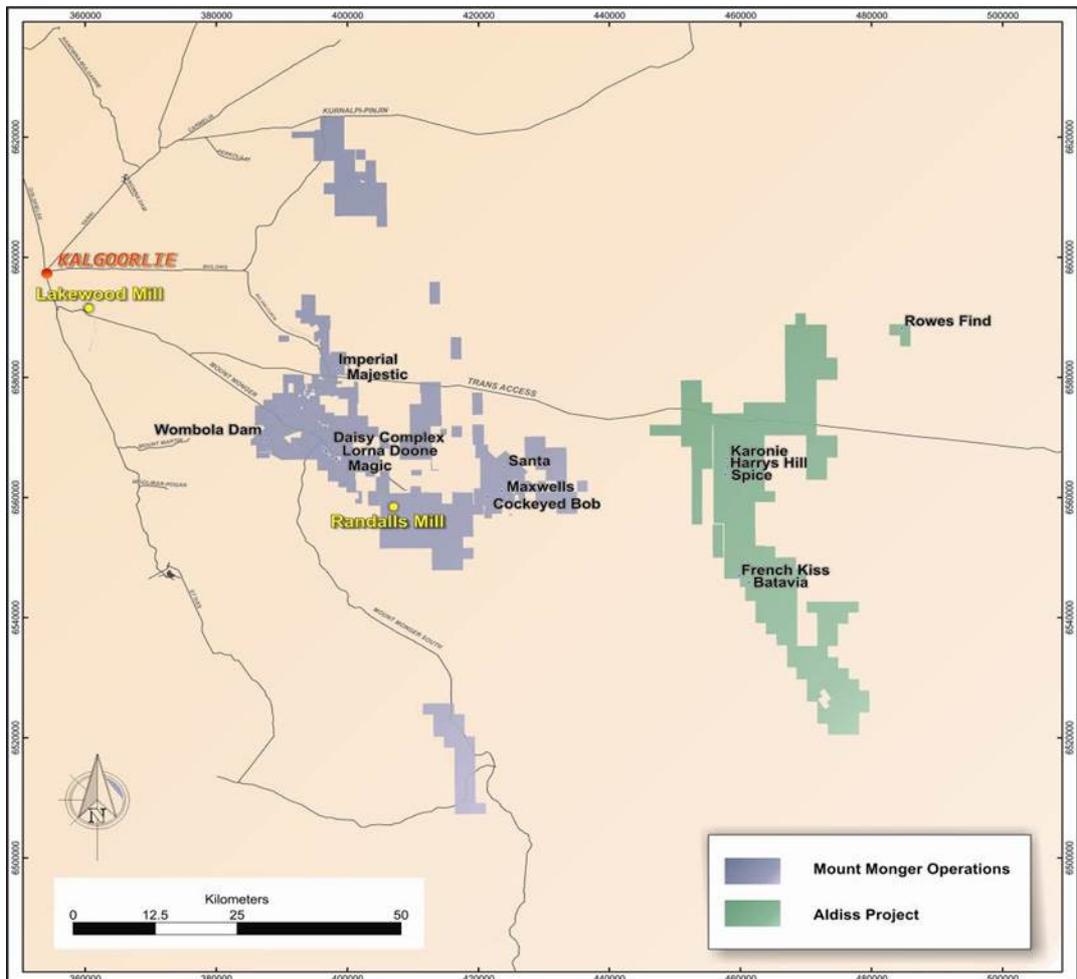


Figure 1: Mount Monger Operations location plan.

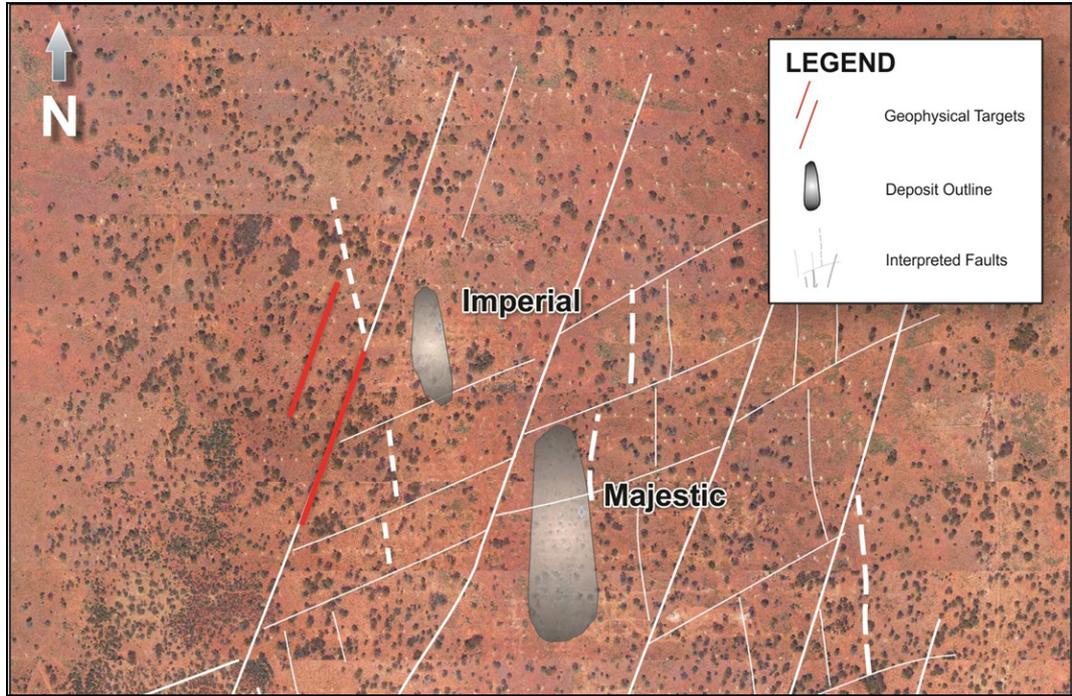


Figure 2: Aerial view of Majestic & Imperial deposits showing drill targets identified by surface geophysics.

About Silver Lake Resources Ltd:

Silver Lake is a gold producing and exploration company based solely in Western Australia.

Silver Lake's core asset is the Mount Monger Operations, a high margin operation located in a first world jurisdiction 50km south east of Kalgoorlie in the Eastern Goldfields district of Western Australia.

Silver Lake has multiple near term options to further develop the Mount Monger Operations that are under review including:

- Majestic open pit followed by Imperial underground mine;
- Maxwells underground mine;
- Upper areas to the east and west of Daisy Milano;
- Lorna Doone open pit; and
- Magic underground mine.

These deposits have work programmes in place to advance towards production and are in various stages of evaluation.

Silver Lake's land position in Western Australia covers 5,000 sqkm of highly prospective under explored tenements containing gold, silver, copper & zinc.

Silver Lake currently has JORC Resources and JORC Ore Reserves containing:

- 6.4 million ounces of gold inclusive of 1.7 million ounces of Reserve;
- 10.5 million ounces of silver; and
- 134,000 tonnes of copper.

Competent Person's Statement

The information in this ASX announcement that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Christopher Banasik who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Banasik is a full time employee of Silver Lake Resources Ltd, and has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 edition of the JORC Code.

Silver Lake continues to report Ore Reserves and Mineral Resources as defined under the 2004 edition of the JORC Code. To date Ore Reserves and Mineral Resources have not been reported to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. Mr Banasik has given his consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Information that relates to exploration and production targets refers to targets that are conceptual in nature, where there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Forward Looking Statements

This ASX announcement may contain forward looking statements that are subject to risk factors associated with gold exploration, mining and production businesses. It is believed that the expectations reflected in these statements are reasonable but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially, including but not limited to price fluctuations, actual demand, currency fluctuations, drilling and production results, Reserve estimations, loss of market, industry competition, environmental risks, physical risks, legislative, fiscal and regulatory changes, economic and financial market conditions in various countries and regions, political risks, project delay or advancement, approvals and cost estimates.

Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of Silver Lake. Past performance is not necessarily a guide to future performance and no representation or warranty is made as to the likelihood of achievement or reasonableness of any forward looking statements or other forecast.