



18 October 2024

SNX secures \$2 million to target high-grade silver at Blackhawk Epithermal Project, Nevada

Highlights

- SNX receives commitments for a \$2 million Placement at \$0.05 per share/CDI.
- Placement attracted strong support from both existing and new shareholders.
- SNX will use proceeds to fund an upcoming drilling program and an expanded exploration program at the Blackhawk Silver-Gold Project in Nevada, which recently returned high-grade silver assays up to 5,180g/t Ag at the Two Shovels Mine.
- 1,500m drill program to commence imminently to follow-up previous high-grade results of up to 1,270g/t Ag at Endowment Mine within Blackhawk.
- Blackhawk features large-scale prospectivity with the potential to host a high value, silver-gold dominant polymetallic system.

Sierra Nevada Gold (ASX: SNX) is pleased to announce it has received firm commitments to raise A\$2 million (before costs) by way of a Share Placement comprising the issue of 40.0 million new fully paid ordinary CDI's in the Company ('New CDI's') at A\$0.05 per CDI ('Offer Price') (the 'Placement' or the 'Offer'). Participants will also receive one free attaching unlisted option for every three new CDIs allocated in the Placement. The options are exercisable at A\$0.12 and expire on 8 August 2025.

Proceeds from the Placement will be used to advance drilling at the Company's Blackhawk Silver-Gold Project in Nevada and fund additional surface field work and target generation, as well as for general working capital.

Drilling at Blackhawk under the historic Endowment mine has recorded significant silver intersections up to **12m at 219g/t Ag**, including **5.0m at 479g/t Ag**. SNX has mapped extensive outcropping silver and gold mineralisation in veins at surface over 22.5km which represent priority drill targets for the upcoming drill campaign. Recent sampling completed at the Two Shovels Mine, 4km from Endowment, returned results of **5,180g/t Ag, 2.82% Cu** and **384g/t Ag, 0.2% Cu** from mine dumps and outcrop.

Drilling is set to commence imminently to test the outcropping mineralisation at Blackhawk, which has significant potential to host a large scale, silver-gold dominant polymetallic system. The program will initially incorporate 1,500-3,000m for circa 8 -15 holes with the potential to be extended based on results.

SNX Executive Chairman Peter Moore said: *"We are very pleased with the support shown for this capital raise and I thank both our existing and new shareholders for their support. With these funds, we are well-positioned to accelerate our exploration efforts at Blackhawk to target the high-grade silver and gold mineralisation in veins at surface. The results received from the outcropping mineralisation at Blackhawk were exceptionally high-grade and*



extend over a significant area, representing significant value for SNX. We are very excited to commence our drill program imminently to unlock the potential within this system.”

The issue price represents a 10.7% discount to the last traded price of A\$0.056 and a 16.3% discount to the 15-day volume weighted average price (VWAP) of A\$0.06.

Canaccord Genuity (Australia) Limited ('Canaccord') and Foster Stockbroking Pty Ltd ('Fosters') acted as Joint Lead Managers to the Placement. The Lead Managers' fees comprise a management fee of 2% of the gross proceeds raised under the Placement, a selling fee of 4% on the gross proceeds raised by Canaccord and Fosters under the Placement and an option fee of 2.5 million options, exercisable at a 50% premium to the Offer Price and expiring three years after issue, with the issue of these options being conditional on approval by holders of SNX's ordinary securities.

Placement Details

SNX will undertake the Placement in two tranches:

- Tranche 1: 30.3 million New CDIs will be issued to raise approximately A\$1.5 million, utilising the Company's available placement capacity under ASX Listing Rules 7.1 and 7.1A ('Tranche 1').
- Tranche 2: 9.7 million New CDIs will be issued to raise approximately A\$500,000, subject to shareholder approval at an Extraordinary General Meeting (EGM) expected to be convened in December 2024 ('Tranche 2').
- Participants in the Placement will receive one (1) free attaching unlisted option for every three (3) New CDIs allocated in the Placement, to be issued under the same existing class as the SNXAH options on issue which are exercisable at A\$0.12 expiring on 8 August 2026 ("Attaching Options"). The Attaching Options will be subject to shareholder approval at an Extraordinary General Meeting to be convened as soon as practicable.
- The attaching options will be subject to shareholder approval at the EGM.

Indicative Timetable

ASX Announcement and Resume Trading	Friday, 18 October 2024
Expected Settlement of the New CDIs under Tranche 1	Thursday, 24 October 2024
Expected date of ASX quotation of New CDIs under Tranche 1	Friday, 25 October 2024
Expected date of General Meeting to approve Tranche 2	Friday, 13 December 2024

The Joint Lead Managers and the Company reserve the right to vary these dates.

This announcement was authorised for release by Mr Peter Moore, Executive Chairman of the Company/ the Company's Board of Directors.

For more information, please contact:

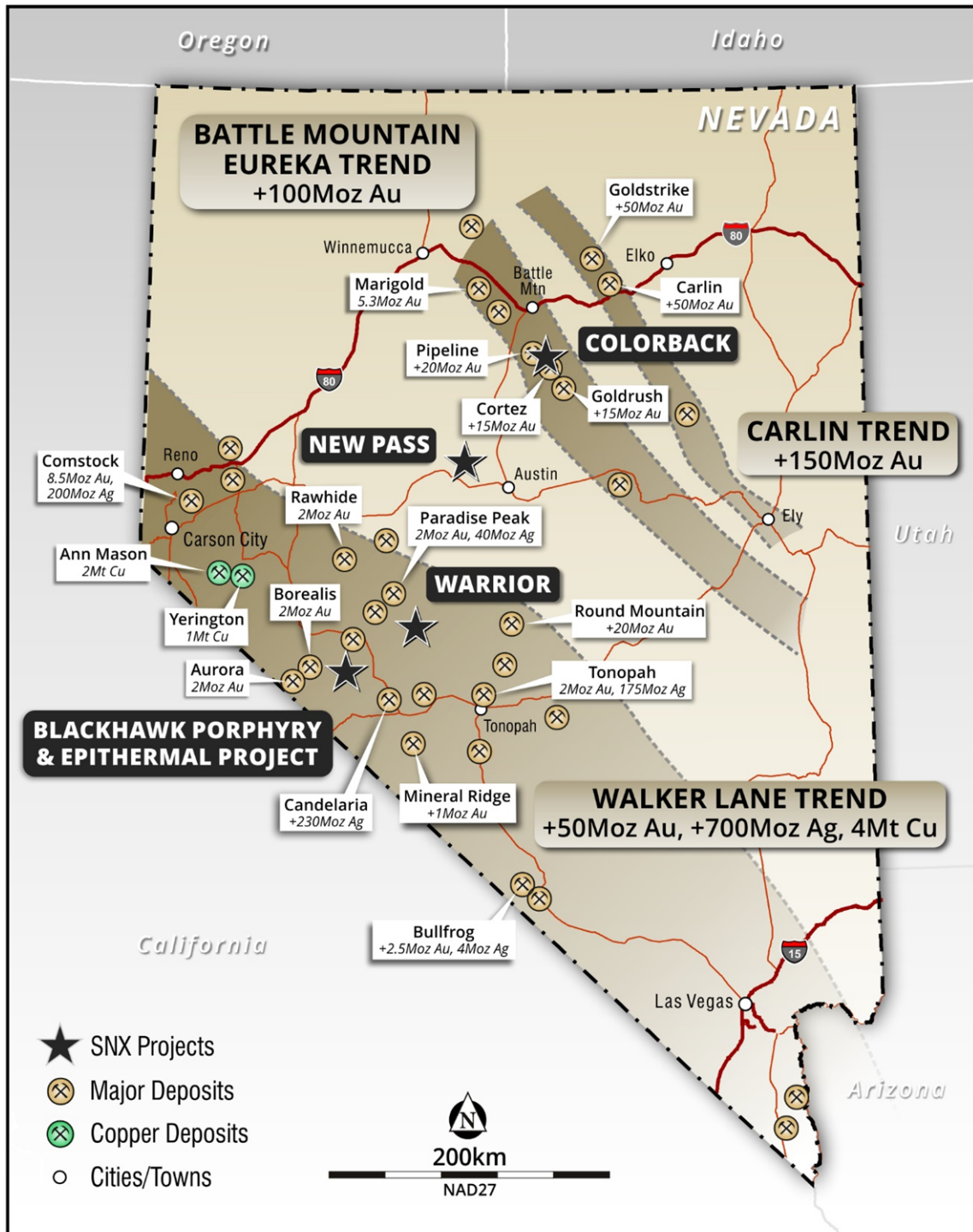
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About Sierra Nevada Gold (SNX)

Sierra Nevada Gold (SNX) is actively engaged in the exploration and acquisition of precious and base metal projects in the highly prospective mineral trends in Nevada, USA since 2011. The Company is exploring five 100%-controlled projects in Nevada, comprising four gold and silver projects and a large copper/gold porphyry project, all representing significant discovery opportunities for the company.



Location of SNX projects in Nevada, USA showing the location of the major gold, silver and copper deposits.

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