



## Silver Lake Resources AGM Report

<b>Company</b>	Silver Lake Resources Limited
<b>ASX Code</b>	SLR
<b>Meeting</b>	AGM
<b>Date</b>	Friday, 25 November 2022
<b>Venue</b>	2:00 pm AWST – QV1 Conference Centre (Theatrette), Level 2 QV1 Building, 250 St Georges Terrace, PERTH, WA
<b>Monitor</b>	David Brooke

### Meeting statistics

<b>Number attendees at meeting</b>	~40 shareholders and visitors
<b>Number of holdings represented by ASA</b>	18
<b>Value of proxies</b>	A\$197,698
<b>Number of shares represented by ASA</b>	156,903
<b>Market capitalisation</b>	A\$1.195bn
<b>Were proxies voted?</b>	Yes, on a poll
<b>Pre AGM Meeting?</b>	Yes, with Chairman David Quinlivan & Secretary David Berg

A transcript of the Chairman’s introduction (see [HERE](#)) is on the company’s website.

Like other gold miners the chairman went through the challenges besetting the industry during FY/22 in regard to scarcity of labour, skills, and inflation. He then went on to describe their new Harte Gold project in Ontario and the significant opportunity and challenges it presented to the company. He then summarised the production from their Deflector operations (near Mullewa) and the addition of the nearby high-grade Rothsay mine feed combined with the addition of CIP plant acquired by moving redundant equipment from (their now sold) Andy Well operations.

The chairman emphasised the solid cash flow position of the company and its ability to grow while still having significant cash holdings, some of which it was returning to shareholders via a share buyback.

The Chairman set out each motion of formal business on the screen, stating that he intended to vote all open proxies in favour of the motions. Proxies held by the Chairman were displayed at the end of the meeting. At each motion the Chairman allowed questions relevant to each formal motion.

Voting outcomes were:

<b>Resolution</b>	<b>For (%)</b>	<b>Against (%)</b>
1 Non-Binding Resolution to Adopt Remuneration Report	98.66%	1.34%
2 Re-Election of Kelvin Flynn as a Director	95.88%	4.12%
3 Ratification of prior issue of shares to Harte Gold	99.68%	0.32%
4 Ratification of prior issue of shares to Appian	99.72%	0.28%
5 Issue of Performance Rights to Luke Tonkin	97.67%	2.33%
6 Reinstatement of Proportional Takeover Provisions	99.53%	0.47%

The CEO (Luke Tonkin) then spoke to a slide presentation (see [HERE](#)) on the company's operations – emphasising the company's new acquisition and first overseas operation at Harte Gold in Ontario Canada.

There were several questions put to management; as listed below:

1. Q: Why has the company not changed its auditor since 2005?  
A: The company is well satisfied with the with the service and independence provided by KPMG and finds their prices competitive. The company complies with its legal obligations to regularly change the partner carrying out audit services.
2. Q: Why do none of the directors' own shares in the company?  
A: It is company policy that no director should own company shares; in the board's view this is to promote independence.
3. Q: Why do KMP sell most of their shares once they vest?  
A: Vested shares are the property of those who acquire them – they have tax liability and it is their option of what to do with their shares.
4. Q: Why was the company the only bidder for Harte gold?  
A: A number of companies were interested in Harte gold but SLR bought the Harte Gold debt in order to secure a priority position with the Administrator
5. Q: Over what timescale does SLR see Harte Gold producing profits?  
A: SLR is currently investing in Harte gold infrastructure by building a new servicing facility, mining fleet and on-site camp. It is also opening new (high grade) ore pits to improve mill feed. It will probably be more than a year before operations are profitable. The company also appreciate that harsh nature of a northern Ontario winter and is making provisions for it.
6. Q: What is happening to Mount Monger operations where many of the pits are on care and maintenance?  
A: The company is now wary of the poor performance of mining contractors in the Mount Monger area (i.e near Kalgoorlie) and will be using blended stockpiles and their new "Tank" open pit as mill feed. Since the mining costs for stockpiles is already spent this will provide healthy cash flow despite potentially high all-in sustaining costs.

7. The CEO took the opportunity to refer to slide 8 where SLR is shown as 4<sup>th</sup> in ascendancy (to WAF, PRU and CMM) compared to other new mines (two of which are in potentially unstable West African jurisdictions) in terms of cash margin per ounce of gold production.

The meeting closed at 3.30pm.