



SHAREHOLDER UPDATE

6 May 2011

Prospectus News

A prospectus was lodged 20 April 2011.

ASIC notified Silver City that the exposure period would last until 5 May 2011.

ASIC has asked Silver City to clarify and modify some of the wording within the Prospectus. This is currently being undertaken. Until this has been completed the Company has undertaken not to accept any subscriptions for the issue of shares.

We anticipate a Replacement Prospectus will be available early next week.

SILVER CITY MINERALS LIMITED

Christopher Torrey
Managing Director