

## Corporate Profile

**Silvercorp Metals Inc.** is a Canadian company engaged in the mining, development and exploration of high grade, underground precious metal properties in China and Canada. Since commencing production in 2006, the company has become the largest primary silver producer in China and enjoys high profitability and returns due to the exceptionally high-grade nature of its Ying deposit and the efficient and low-cost jurisdiction in which it operates.

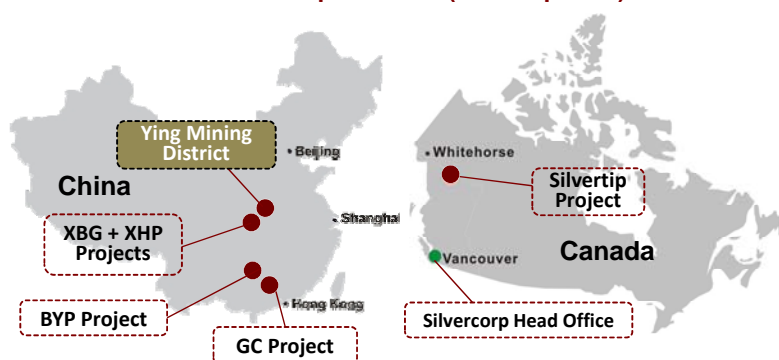
In the quarter ended **September 30, 2011**, Silvercorp produced silver at a cash cost of **negative \$4.55 per ounce** – upholding the company's status as the **lowest cost primary silver producer among its global industry peers since operations began in 2006**.

Going forward, Silvercorp aims to continue growing production every year through mine capacity expansion at its Ying Mining Camp in China and recently acquired the nearby XBG & XHP projects. Silvercorp has commenced Gold production at its BYP mine in Hunan province, China. At the same time, Silvercorp is advancing its GC project in southern China and the Silvertip project in British Columbia, Canada, towards mine development and production.

Now with **US\$176.7 million** in cash and short term investments, no debt and robust operations, Silvercorp plans to continue generating shareholder value through resource and production growth and by seizing upon acquisition opportunities.

## Investment Highlights

- **Lowest cost producer among industry peers**
- **Exciting pipeline of projects provide catalyst for continued production growth**
- **Well financed with US\$176.7 million in cash and ST investments and no LT debt**
- **Aggressive 241,000m FY2012 drilling program planned for China properties**
- **Management with proven strategy for success in China**
- **High quality assets located in low cost jurisdiction**
- **High profitability & returns**
- **Dividends of CAD\$0.10 per annum (\$0.025/quarter)**



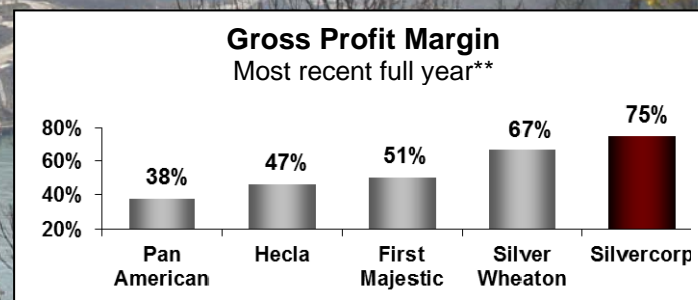
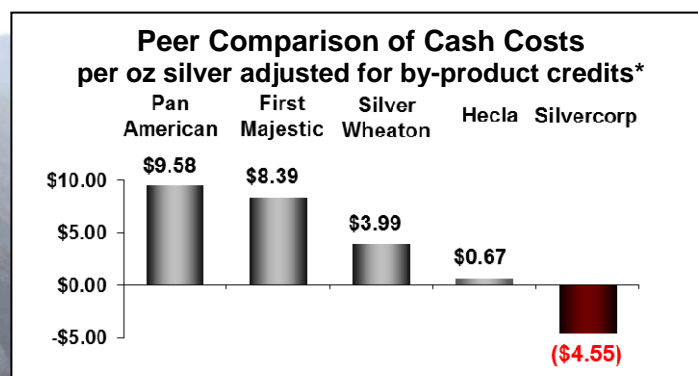
## Corporate Structure

**Ticker:** NYSE:SVM / TSX: SVM  
**52 Week H/L:** US\$16.32/US\$5.86  
**Shares Outstanding\*:** 170.6 Million  
**3-mo Avg. Daily Vol. (NYSE + TSX):** 2.7 Million  
**Market Cap:** US\$1.23 Billion  
**Cash Position\*:** US\$176.7 Million

## Management

Rui Feng, Ph.D Geo – Chairman & CEO  
 Myles Gao, P.Geo – President & COO  
 Maria Tang – CFO  
 Lorne Waldman – Corporate Secretary  
 Shaoyang Shen – VP, China Operations

Annual Revenues	Annual Profits
FY2009: US\$83.5 million	(US\$15.9) million
FY2010: US\$107.2 million	US\$38.5 million
FY2011: US\$167.3 million	US\$68.8 million



\* Quarter ended September 30, 2011

\*\* Silvercorp's year ends March 31st

## Projects

### Ying Mining Camp, Henan Province, Central China

#### Ying Silver-Lead-Zinc Mine (77.5% Ownership)

- Acquired in March 2004; Commercial production began in April 2006
- Forecast head grades of 14.8 oz Ag, 8.3% Pb and 3.0% Zn in FY2012

#### HPG Silver-Lead-Gold Mine & LM Silver-Lead Mine (80% Ownership)

- HPG acquired in January 2007; Commercial production began June 2007
- LM acquired in November 2007; Commercial production began March 2008

#### TLP Silver-Lead Mine (77.5% Ownership)

- Acquired December 2007; Commercial production began March 2008

#### XBG + XHP Silver-Gold-Lead-Zinc Projects, Henan Province, China

- XBG (70%) acquired in August 2011 and includes mining permit covering 26.36 km<sup>2</sup>, 350 tpd floatation mill, tailing management facility, environment permit to construct a 1,000 t/d floatation mill
- XHP (77.5%) acquired in November 2011 and includes 14km<sup>2</sup> mining permit, 500 tpd flotation/CIL mill
- Located within a 3 hour drive of the Ying Mining District, further consolidating the region.

#### GC Silver-Lead-Zinc Project, Guangdong Province, China (95%)

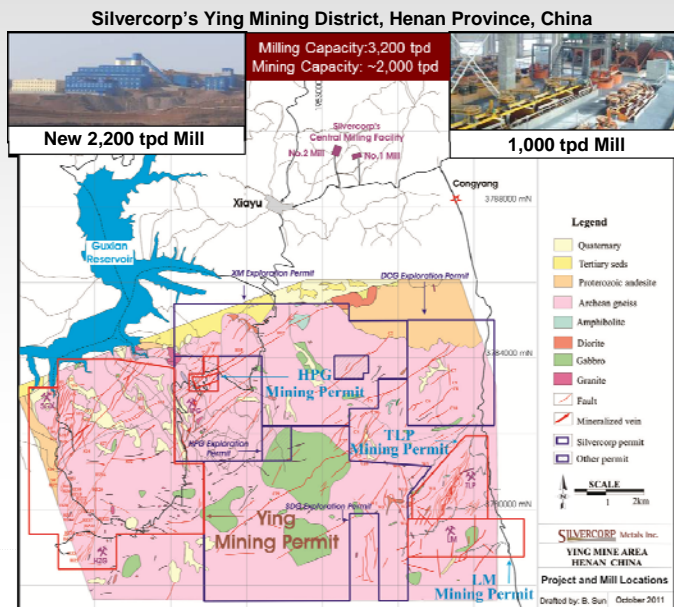
- Acquired in April 2008; Received 30 year mining permit in December 2010
- Construction of 1,600 t/d mine & mill has commenced
- Pre-feasibility study expected in January 2012

#### BYP Gold-Lead-Zinc Project, Hunan Province, China (70%)

- Acquired in January 2011; Gold production commenced in Q1FY2012
- Expand the mining and milling capacity to 1,500 t/d for FY2013, 2,000 t/d (1,000 t/d gold mineralization and 1,000 t/d lead-zinc mineralization) by FY2014

#### Silvertip Silver-Lead-Zinc Project, British Columbia, Canada (100%)

- Acquired in February 2010
- Preliminary Assessment completed
- Applying for Small Mine Permit (allows 75,000 tpy)



XBG Project, Henan, China



XHP Project, Henan, China



GC Project, Guangdong, China



BYP Project, Hunan, China



Silvertip Project, British Columbia Canada

### Summary of Reserves

Reserve Category	Resource (Tonnes)	Head Grades				Contained Metal Reserves				
		Ag (g/t)	Au (g/t)	Pb (%)	Zn (%)	Ag (oz)	Au (oz)	Pb (t)	Zn (t)	Ag Equiv. <sup>1</sup> (oz)
Proven	1,263,450	306	1.07	5.97	1.57	12,440,080	3,916	75,413	19,787	23,111,814
Probable	5,333,533	266	0.92	4.39	1.26	45,465,909	12,968	233,924	67,173	78,829,994
<b>Total</b>	<b>6,596,983</b>	<b>274</b>	<b>0.95</b>	<b>4.69</b>	<b>1.32</b>	<b>57,905,171</b>	<b>16,885</b>	<b>309,338</b>	<b>86,920</b>	<b>101,941,807</b>

### Summary of Silver Project Resources<sup>2,3</sup>

Project	RESOURCE CATEGORY	Resource (Tonnes)	Head Grades			Contained Metal Resources (Inclusive of Reserves)		
			Ag (g/t)	Pb(%)	Zn (%)	Ag (oz)	Pb (t)	Zn (t)
Consolidated	Measured	1,482,560	416	7.29	2.85	19,850,345	108,078	42,217
	Indicated	15,023,543	225	4.02	4.49	120,118,623	607,096	675,036
	Inferred	15,071,291	254	4.89	3.41	132,931,796	737,433	514,600

<sup>1</sup> For further information please refer to the SGX, HPG & TLP-LM Technical Reports (all filed in June 2011). All reports are available on SEDAR ([www.sedar.com](http://www.sedar.com)).

<sup>2</sup> Table Excludes HPG mine Au resources and BYP Au-Pb-Zn project resources

<sup>3</sup> For further information please refer to the SGX, HPG, TLP-LM and Silvertip Technical Reports (all filed in June 2011) and the GC Technical Report from June 2009. All reports are available on \*SEDAR ([www.sedar.com](http://www.sedar.com)).