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SILVER CROWN ROYALTIES EXECUTES DEFINITIVE AGREEMENT FOR SILVER NSR ROYALTY ON PILAR GOLD'S PGDM COMPLEX

TORONTO, ON, August 21, 2023 – Silver Crown Royalties Inc. (“**Silver Crown**”, “**SCR**” or the “**Corporation**”) is pleased to announce it has entered into a definitive agreement providing for the creation and purchase of a net smelter return royalty (the “**Royalty**”) on 90% of the aggregate net proceeds of silver sold as a result of processing of ores extracted from Pilar Gold’s (“**Pilar**” or the “**Vendor**”) PGDM complex and related milling operations (“**PGDM**”) in Goias State, Brazil.

Silver Crown will receive the greater of 90% of the silver from PGDM and the cash equivalent of 16,000 ounces of silver per year over a ten-year period for an upfront cash payment of US\$2,000,000. The Vendor may, through successful mill optimization, increase the minimum payments under the Royalty to the cash equivalent of 32,000 ounces of silver per year by achieving such annualized level of silver production on a 6-month trailing basis. PGDM is to receive a bonus payment of US\$1,500,000, payable in SCR common shares or cash in SCR’s sole discretion. Any SCR common shares issuable will be priced at: i) a deemed price C\$0.50 per SCR common share if SCR is a private company at the time of such issuance; or ii) a 5-day trailing VWAP if SCR is a publicly listed company at the time of such issuance.

Peter Bures, Silver Crown’s Chief Executive Officer, commented: “We are very excited to add Pilar’s unrecognized silver production to our portfolio and welcome the Pilar team to our expanding network of explorer, developer, and operator partners. We believe that based on PGDM’s silver production, SCR should be break even on a cash flow basis at the corporate level starting in Q4 of this year, assuming today’s silver price is maintained in the coming months. We continue to drive forward with our other transactions in order to build a solid foundational portfolio before going public as a free cash flow generating company.”

Jeremy Gray, Pilar’s Chief Executive Officer, added: “This is truly a win-win for both companies, as the cash proceeds will allow Pilar to upgrade its mining equipment and increase production at PGDM. We believe SCR has a bright future as a novel player in the silver royalty space, and we look forward for Pilar becoming a shareholder in SCR if we achieve the production level for the bonus payment. We are excited to be closing this transaction and would be pleased to potentially partner on another royalty with Peter and the team on future acquisitions of ours that have a silver by product.”

Closing of the Royalty purchase is subject to a number of customary conditions precedent for a transaction of this nature, including the attainment of third-party consents.

SCR is advancing two additional definitive agreements and has a number of binding and non-binding letters of intent outstanding. Silver Crown continues to progress toward a public listing in H1 2024.

ABOUT SILVER CROWN ROYALTIES INC.

Founded by industry veterans, Silver Crown Royalties is a private revenue generating royalty company focusing specifically on silver as byproduct credits.

Utilizing a diversified portfolio spanning exploration and development assets as well as mines, facilities, and other sources of silver production outside the mining sector, SCR aims to minimize the economic impact to mining projects while maximizing returns to shareholders.

Silver Crown Royalties offers shareholders both an economically efficient and ecologically efficient investment, since in SCR’s case silver is a byproduct of metal mining, it has no discernible mining cost, environmental impact, or carbon footprint.

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FORWARD-LOOKING STATEMENTS

This release contains certain “forward looking statements” and certain “forward-looking information” as defined under applicable Canadian and U.S. securities laws. Forward-looking statements and information can generally be identified by the use of forward-looking terminology such as “may”, “will”, “should”, “expect”, “intend”, “estimate”, “anticipate”, “believe”, “continue”, “plans” or similar terminology. The forward-looking information contained herein is provided for the purpose of assisting readers in understanding management’s current expectations and plans relating to the future. Readers are cautioned that such information may not be appropriate for other purposes. Forward-looking statements and information include, but are not limited to, statements with respect to the closing of the Royalty purchase, future cash flows of the company and breaking even on a cash flow basis, the timing of SCR’s public listing and the status of various other royalty purchase transactions. Forward-looking statements and information are based on forecasts of future results, estimates of amounts not yet determinable and assumptions that, while believed by management to be reasonable, are inherently subject to significant business, economic and competitive uncertainties and contingencies. Forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the actual actions, events or results to be materially different from those expressed or implied by such forward-looking information, including but not limited to: the impact of general business and economic conditions; the absence of control over mining operations from which SCR will purchase gold and other metals or from which it will receive royalty payments and risks related to those mining operations, including risks related to international operations, government and environmental regulation, delays in mine construction and operations, actual results of mining and current exploration activities, conclusions of economic evaluations and changes in project parameters as plans continue to be refined; accidents, equipment breakdowns, title matters, labor disputes or other unanticipated difficulties or interruptions in operations; SCR’s ability to enter into definitive agreements and close proposed royalty transactions; the inherent uncertainties related to the valuations ascribed by SCR to its royalty interests; problems inherent to the marketability of gold and other metals; the inherent uncertainty of production and cost estimates and the potential for unexpected costs and expenses; industry conditions, including fluctuations in the price of the primary commodities mined at such operations, fluctuations in foreign exchange rates and fluctuations in interest rates; government entities interpreting existing tax legislation or enacting new tax legislation in a way which adversely affects SCR; stock market volatility; regulatory restrictions; liability, competition, the potential impact of epidemics, pandemics or other public health crises on SCR’s business, operations and financial condition, loss of key employees. SCR has attempted to identify important factors that could cause actual results to differ materially from those contained in forward-looking statements, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers are advised not to place undue reliance on forward-looking statements or information. SCR undertakes no obligation to update forward-looking information except as required by applicable law. Such forward-looking information represents management’s best judgment based on information currently available.

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