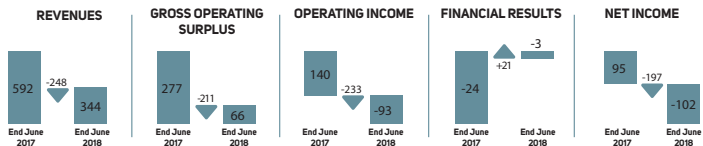


PRESS RELEASE

SMI's RESULTS ON 30 JUNE 2018

- **Drop in Silver production impacted by the decrease in the average content processed in Imiter**
- **Increase in the processed tonnage thanks to an increase in the plant's capacities**
- **Start of an ambitious exploration programme**

SMI's Board of Directors met on 14 September 2018 under the chairmanship of Mr. Imad TOUMI, and approved the accounts closed on 30/06/2018:



RESULTS ON 30 JUNE 2018

The revenues amounted to MDH 344, representing a drop of 42%, impacted by a decrease of 41% of the average content processed, aggravated by the drop in Silver prices and exchange rates representing -7%. These negative impacts were partially attenuated by an increase in the tonnage processed by 12%.

The Gross Operating Surplus and the **Operating Income** both fell by MDH 211 MDH and 233 MDH, respectively, as a result of the significant drop in revenues and the increase in cash cost.

The Financial Result increased by MDH 21, thanks to the positive impact of the \$/MAD exchange-rate hedging operations.

The Net Income fell by MDH 197, translating the drop in operating income.

DEVELOPMENT

With the aim of offsetting the drop in content and optimising the future operation of the mine, in-depth geological and technical studies were initiated in the first half of 2018.

SMI has also achieved significant progress in the extension of its production capacities, in particular for the project to reprocess surface-stored tailings (Dyke), the start of which is planned for 2019.

PERSPECTIVES

On the basis of a solid financial situation (absence of debt), SMI starts the second half with determination by pursuing its efforts to increase production and control costs, whilst maintaining its investments in exploration.