

SILVERMET RELEASES 2011 Q2 RESULTS

Toronto, August 15, 2011: Silvermet Inc. (“**Silvermet**” or the “**Company**”) (TSXV: **SYI**) is pleased to announce the release of its financial and operating results for Q2, 2011.

Highlights

- Operations were cash flow positive and profitable
- Benefited from reduced smelter treatment charges in Q2, 2011
- Production increased by 63% to 3,400 DMT from 2,086 DMT in Q2, 2010 (Dry Metric Tonnes zinc concentrate containing an average grade of 69% zinc)
- Average production increased by 63% to 1,133 DMT per month from 695 DMT per month in Q2, 2010
- Sales volumes increased by 17% to 2,772 DMT from 2,372 DMT in Q2, 2010
- Sales volumes increased by 10% to 6,399 DMT in H1, 2011 from 5,807 DMT in H1, 2010
- Revenues increased by 82% to \$3.8 million (at 100%) from \$2.1 million in Q2, 2010
- Completed refractory lining change with planned four week shutdown spanning March-April 2011.

The following table summarizes comparative quarterly results and reconciles net earnings, a GAAP measure, to EBITDA. The 2010 figures reflect operational results at 100% and 2011 figures reflect operational results at a proportionally consolidated level of 49%.

	For the three months ended June 30,			For the six months ended June 30,		
	2011 100%	2011 proportional	2010 100%	2011 100%	2011 proportional	2010 100%
Gross sales revenues	\$ 3,833,901	\$ 1,878,611	\$ 2,109,494	\$ 8,797,305	\$ 4,310,679	\$ 6,454,704
Direct operating costs	1,774,829	832,802	1,977,026	4,086,583	1,917,189	4,489,699
Treatment & transportation	970,546	383,609	723,779	2,337,016	1,053,179	2,246,141
Corporate costs	153,412	153,412	127,447	291,083	291,083	339,750
EBITDA⁽¹⁾	\$ 935,114	\$ 508,788	\$ (718,758)	\$ 2,082,622	\$ 1,049,228	\$ (620,886)
Interest and financing		30,560	87,500		204,678	168,969
Amortization - Turkey		70,806	110,250		135,869	220,537
Amortization - Canada		990	1,388		1,981	3,758
Investment & other gain		(60,876)	(1,776)		(132,957)	(5,017)
Foreign exchange loss (gain)		4,886	(101,474)		16,745	(50,492)
Stock option expense		24,682	11,873		52,039	26,560
Income tax		68,045	-		157,477	-
Non-controlling interest in net income of consolidated affiliates		-	(488,228)		-	(396,174)
Net income (loss) available to common shareholders	\$ 369,695	\$ (338,291)		\$ 613,396	\$ (589,027)	

(1) EBITDA is a non-GAAP measure, does not have a standardized meaning prescribed by GAAP and may not be comparable to similar terms and measures presented by other issuers. EBITDA comprises net income (loss) before income taxes, interest and financing expense (including accretion of liabilities), amortization expense, gain on dilution, non-controlling interest and stock option expense. The Company believes it is appropriate to exclude stock option expense, gain on dilution and non-controlling interest from EBITDA as a measure of operating performance that excludes non-recurring items.



About Silvermet:

Silvermet's principal business activity is the recycling of electric arc furnace dust ("EAFD") obtained from steel companies through a Waelz kiln to recover zinc concentrates that are then sold to zinc smelters throughout the world. The Company owns 49% of a joint venture, Befesa Silvermet Turkey S.L. ("BST"), which operates a Waelz kiln facility located in Iskenderun, Turkey.

For further information, please contact:

Stephen G. Roman
Chairman, President & CEO

Ian D. Atacan
Chief Financial Officer

Silvermet Inc.
Tel: (416) 203-8336
www.silvermet.ca

THIS NEWS RELEASE IS INTENDED FOR DISTRIBUTION IN CANADA ONLY AND IS NOT AUTHORIZED FOR DISTRIBUTION TO UNITED STATES NEWSWIRE SERVICES OR FOR DISSEMINATION IN THE UNITED STATES.

"Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release."

Caution concerning forward-looking statements: The information in this release may contain forward-looking information under applicable securities laws. This forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those implied by the forward-looking information. Factors that may cause actual results to vary include, but are not limited to, inaccurate assumptions concerning the exploration for and development of mineral deposits, political instability, currency fluctuations, unanticipated operational or technical difficulties, changes in laws or regulations, the risks of obtaining necessary licenses and permits, changes in general economic conditions or conditions in the financial markets and the inability to raised additional financing. Readers are cautioned not to place undue reliance on this forward-looking information. The Company does not assume the obligation to revise or update this forward-looking information after the date of this release or to revise such information to reflect the occurrence of future unanticipated events except as may be required under applicable securities laws. The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.