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THE TIMELESS PRECIOUS METAL FUND

THE TIMELESS ENERGY FUND

THE SIERRA MADRE GOLD & SILVER VENTURE CAPITAL FUND

SILVERCREST MINES INC. (TSXV:SVL): FOLLOW-UP NO 7 / July 1, 2008

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<u>SILVERCREST MINES INC: RETURN ON CAD 20,000 INVESTMENT</u>					
<u>Purchase Date</u>	<u>No. of Shares</u>	<u>Purchase Price</u>	<u>Cost (CAD)</u>	<u>Price Today</u>	<u>Value Today</u>
February 26, 2004	6'500	1.55	10'075		
September 14, 2004	15'000	0.69	10'350		
Total	<u>21'500</u>	<u>0.95</u>	<u>20'425</u>	<u>1.12</u>	<u>24'080.00</u>
Profit					3'655.00
Profit in %					18%



<u>SHARES OUTSTANDING FULLY DILUTED</u>	<u>MARKET CAP</u>
44,699,489 / 53,324,570	CAD 48.7 MILLION
<u>52 WEEK LOW / HIGH</u>	<u>TSXV</u>
CAD 0.62 to 1.52	98,100 (200-day)
<u>RECOMMENDATION</u>	<u>RISK RATING</u>
BUY	HIGH

HIGH GRADE SILVER DEPOSITS IN EL SALVADOR AND MEXICO

Business Summary

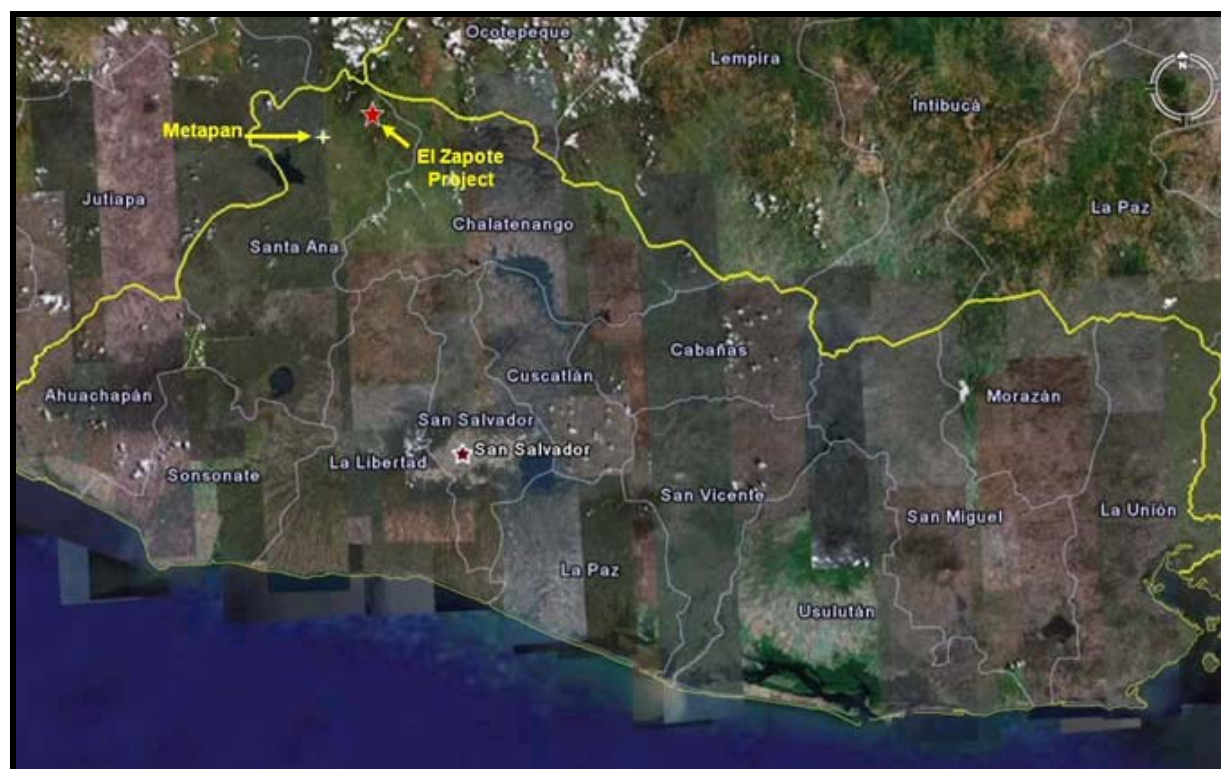
SilverCrest Mines Inc. is an exploration and development company with a portfolio of high grade silver-gold deposits and exploration properties located in **Mexico and El Salvador**.

The Company's long term initiative is to acquire, develop and operate high grade open pit silver-gold mines throughout North, South and Central America. Primary targets will be silver-gold projects that are amenable to accelerated development and early production.

Projects



El Salvador: El Zapote Project



SilverCrest has a 100% interest in mineral concessions located in northern **El Salvador**. The property is at the feasibility stage where it has, among other things, established mineable reserves, optimize

process design (conventional mill or heap leach), verify capital and operating costs and evaluate the economic viability of the project.

Detailed drilling has now delineated the Cerro Colorado III and partially delineated the San Casimiro and Tajado deposits. These are three of several known deposits within the El Zapote concession.

The resources for the project, which includes resources for the Tajado deposit, are presented below:

Resource Category (Revised)	Tonnes (metric)	Tons (short)	Ag g/t	Ag oz/t	Au g/t	Zn %	Contained Ag Ounces	Contained Zn Pounds
Indicated*	1,925,251	2,111,182	177.7	5.2	0.19	1.17	10,941,333	49,401,658
Inferred **	1,086,420	1,197,561	101.6	3.0	0.18	1.22	3,550,565	29,220,488

*Indicated includes Measured resources which represent a majority of this category. Cut off grade equals 34.0 gm/t Ag. Numbers are rounded.
 ** The Tajado resource is all in the Inferred resource category

Mexican Projects

The Santa Elena Project

is located approximately 150 kilometres northeast of **Hermosillo, Sonora, Mexico** and is easily accessible with excellent local infrastructure. The Company has the right to acquire a 100% interest in the Santa Elena property by making staged option payments over a period of 5 years.

Indicated Resources are now estimated at 7.4 million tonnes grading 1.81 gpt Au and 74.2 gpt Ag and contain 428,700 ounces of gold and 17.6 million ounces of silver based on a 0.5 gpt gold equivalent cut-off grade.

Inferred Resources are estimated at 2.6 million tonnes grading 1.37 gpt Au and 73.06 gpt Ag and contain 114,800 ounces of gold and 6.1 million ounces of silver.

The resource statements for Santa Elena are based on recent and historical information collected by SilverCrest Mines and previous operators between 2002 to present. The most significant components of the data are the compiled results from 40 drill holes (5,852 metres) as well as analyses of 71 surface trenching and underground channel samples.

Santa Elena Silver and Gold Resources										
Property	Resource Category	Tonnes	Ag gpt	Au gpt	Tons	Ag opt	Au opt	Contained Silver Ounces	Contained Gold Ounces	Contained Silver & Silver Equiv. Ounces
Santa Elena	Indicated	7,378,300	74.20	1.81	8,133,200	2.16	0.053	17,600,900	428,700	43,327,100
	Inferred	2,608,000	73.06	1.37	2,874,800	2.13	0.040	6,125,700	114,800	13,016,700

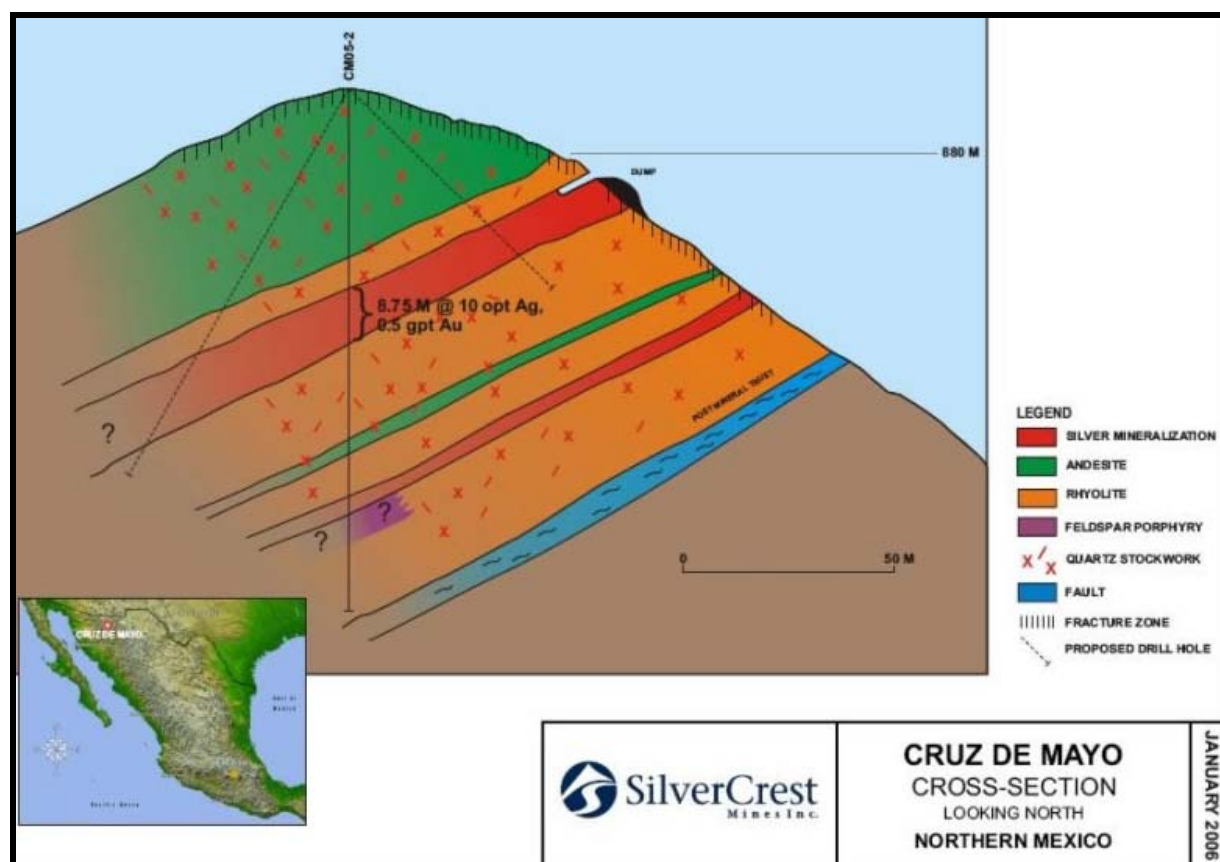
Cruz de Mayo

Indicated Resources are estimated at 1.1 million tonnes grading 64.15 gpt Ag and contain 2.3 million ounces of silver based on a 30 gpt silver cut-off grade.

Inferred Resources are estimated at 6.0 million tonnes grading 66.5 gpt Ag, and contain 12.9 million ounces of silver. The gold resource estimate is still pending. The average uncut gold grade is approximately 0.1 gpt Au.

The resource statements for Cruz de Mayo are based on recent information collected by SilverCrest Mines in 2006 and 2007. The most significant components of the data are the compiled results from 50 drill holes (5,096.3 metres).

Cruz de Mayo Silver Resources										
Property	Resource Category	Tonnes	Ag gpt	Au gpt	Tons	Ag opt	Au Opt	Contained Silver Ounces	Contained Gold Ounces	Contained Silver Equiv. Ounces
Cruz de Mayo	Indicated	1,141,000	64.15	RP	1,257,700	1.87	RP	2,353,400	RP	2,353,400
	Inferred	6,065,000	66.50	RP	6,685,500	1.94	RP	12,967,100	RP	12,967,100



Recent News: SilverCrest completes Santa Elena prefeasibility study

SILVERCREST PRE-FEASIBILITY RESULTS AT SANTA ELENA, MEXICO, PROVEN AND PROBABLE RESERVES ESTABLISHED, 100% PRE-TAX INTERNAL RATE OF RETURN, US \$103.7 MILLION PRE-TAX CASH FLOW

SilverCrest Mines Inc. announced the results for the Pre-Feasibility Study on its Santa Elena open pit gold and silver mine in Sonora, Mexico. The study has converted approximately 73% of the project's Indicated Mineral Resources to Proven and Probable Reserves. The Base Case economics show a pre-tax Internal Rate of Return of 100% and a pre-tax cash flow of US\$103.7 million.

The payback period for the initial capital of US\$20 million is approximately 12 months.

The open pit heap leach operation will process ore at a rate of 2,500 tonnes per day and is expected to produce an average of 30,000 ounces of gold and 500,000 ounces of silver per year for an estimated mine life of 8 years.

For the Base Case, the average net cash flow (pre-tax) is approximately US\$10 million per year over the mine life. After initial capital payback, average net cash flow (pre-tax) for each of years 2 and 3 is projected to be greater than US\$20 million. The potential underground operation with possible conventional milling has not been included in this evaluation.

Fundamental Considerations

TABLE 1-1 MINERAL RESOURCES SilverCrest Mines Inc. Santa Elena Property, Mexico						
Classification	Tonnes	g/t Au	g/t Ag	Contained Ounces Au	Contained Ounces Ag	Contained ounces Equiv. Ag
Indicated	7,378,300	1.81	74.20	428,700	17,600,900	43,327,100
Inferred	2,608,000	1.37	73.06	114,800	6,125,700	13,016,700
1 conforms to NI 43-101, 43101CP and current CIM definitions for resources. All numbers are rounded. 2 cut-off grade is 30 gpt Ag equivalent (0.5 gpt Au equivalent) 3 Conversion of gold to silver based on 60:1 silver to gold ratio, Assumes 100% metal recovery.						

Comparison with a Peer Group

Company	Shares Outstanding	Share Price	Market Capitalization	43-101 Compliant Silver Resource (Ag-Eq oz)	Market Capitalization per Ounce of Silver (Ag-Eq oz)
(As of June 12, 2008)					
Endeavour Silver	48,982,145	\$3.08	\$150,865,007	49.9 million	\$3.02
MAG Silver	49,152,466	\$10.33	\$507,744,978	Drilling	
Palmerejo Silver*	92,630,738	\$11.30	*\$1,100,000,000	235.0 million	\$4.68
Palmerejo Silver*	92,630,738	\$11.30	*\$1,100,000,000	166.0 million	\$6.63
Scorpio Mining	112,123,069	\$1.29	\$144,638,759	33.4 million	\$4.33
Great Panther	81,144,352	\$1.21	\$98,184,666	33.6 million	\$2.92
Orko Silver	106,652,716	\$1.65	\$175,976,981	103.2 million	\$1.71

SilverCrest compares very favourably based on market capitalisation per ounce of silver equivalent.

The market cap of \$ 48.7 million divided by 56.3 million ounces of silver equivalent of all categories equals \$ 0.87, well below the cheapest stock listed above.

Valuation based on Production Forecast

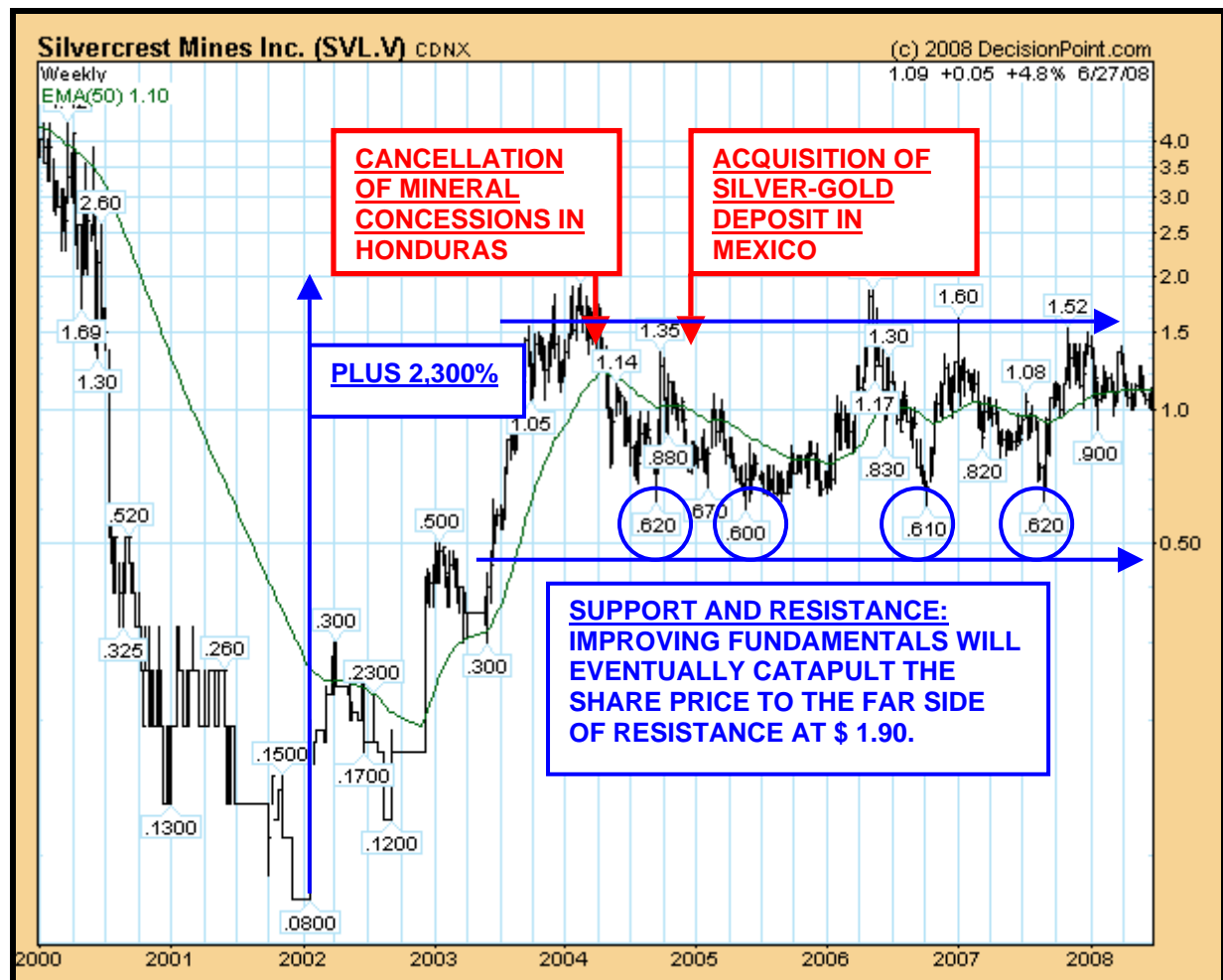
Company	Market Cap	Production Forecast 2009	Market Cap per Ounce Produced
Pan American Silver Corp.	US\$ 2.8 Billion	25 Million ounces	US\$ 112
Silver Standard Resources	US\$ 1.8 Billion	10.9 million ounces	US\$ 165
Hecla Mining Company	US\$ 1.2 Billion	11.8 million ounces	US\$ 102
First Majestic Silver Corp.	US\$ 0.342 Billion	7.5 million ounces	US\$ 45
Silverstone Resources Corp.	US\$ 0.315 Billion	3.0 million ounces	US\$ 105
SilverCrest Mines Inc.	US\$ 0.048 Billion	2.0 million ounces	US\$ 24

Above table shows what market capitalisation a company should reach once they are producing gold and silver. SilverCrest has now just completed its Pre-Feasibility Study based on which the production of the first year should reach 2 million ounces silver equivalent.

Once the goal of production is reached, the market cap of SilverCrest should at least double. The price potential however is likely much higher, depending on higher metal prices and success on the exploration front.

Technical Considerations





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THE TIMELESS PRECIOUS METAL FUND

is a shareholder in the company and will benefit from any increase in the company's share price.

Disclosure: The author has not been paid to write this article, nor has he received any other inducement to do so. The author is a shareholder in the company and will benefit from any increase in the company's share price.

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