



New Pacific Metals Corp.

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NEWS RELEASE

Trading Symbol TSX-V: NUAG / OTCQX: NUPMF

NEW PACIFIC ACQUIRES THE SILVERSTRIKE PROJECT, BOLIVIA

VANCOUVER, British Columbia – December 4, 2019 – New Pacific Metals Corp. (“New Pacific” or the “Company”) is pleased to announce that the Company’s wholly-owned subsidiary has signed an agreement with an arm’s length private Bolivian corporation (the “Vendor”) to acquire a 98% interest in the Silverstrike silver project (the “Silverstrike Project” or the “Project”) from the Vendor by making a one-time cash payment of US\$1.35 million. New Pacific will cover 100% of the future expenditures of exploration, mining, development and production activities. The agreement has a term of 30 years and renewable for another 15 years without any payment and is subject to an approval by *Autoridad Jurisdiccional Administrativa Minera* (“AJAM”) in Bolivia.

The Silverstrike Project, at an elevation of 4,000 to 4,500 metres (“m”), is located approximately 140 kilometres (“km”) southwest of La Paz, Bolivia or approximately 450 km northwest of New Pacific’s Silver Sand Project. The Silverstrike Project consists of nine (9) Special Temporary Authorizations (“ATEs”) with an area of approximately 13km² currently in the process of conversion to ‘Mining Administrative Contracts’ before AJAM. The Vendor has also applied for exploration rights over areas surrounding the Silverstrike Project as part of the transaction.

Geologically, the Silverstrike Project is composed of Tertiary red sandstones and mudstone sequences (Mauri and Beren Formations) that were extruded by a Tertiary rhyolitic volcanic dome and associated pyroclastic sediments.

The Project contains extensive silver mining dumps (Figure-1) the results of Spanish Colonial mining activities which exploited near surface polymetallic silver-gold-lead-zinc (Ag-Au-Pb-Zn) mineralized bodies. Currently there are no active mining activities on site. The Silverstrike Project is divided into three areas according to the styles of mineralization:

- 1) Subvertical Ag-Pb-Zn mineralized fractures developed in sub-horizontal sandstones at Silverstrike North, where the mineralization seems to be related to bleached whitish sandstones by hydrothermal fluids. The style of silver mineralization is similar to that in Silver Sand Project;
- 2) Disseminated Ag-Au-Pb-Zn mineralization associated with rhyolitic volcanic dome or diatreme of 900m by 900m extent at the Silverstrike Central; and

- 3) Ag-Pb-Zn Mineralization in quartz and K-feldspar phenocryst rhyolite that intruded into red sandstone strata at Silverstrike South.

Rio Tinto extensively sampled the mining dumps in the Project area and drilled four diamond drill holes at Silverstrike North, and four diamond holes and twelve RC holes in Silverstrike Central in 1995. Near surface Ag-Au-Pb-Zn mineralization was identified in all three areas.

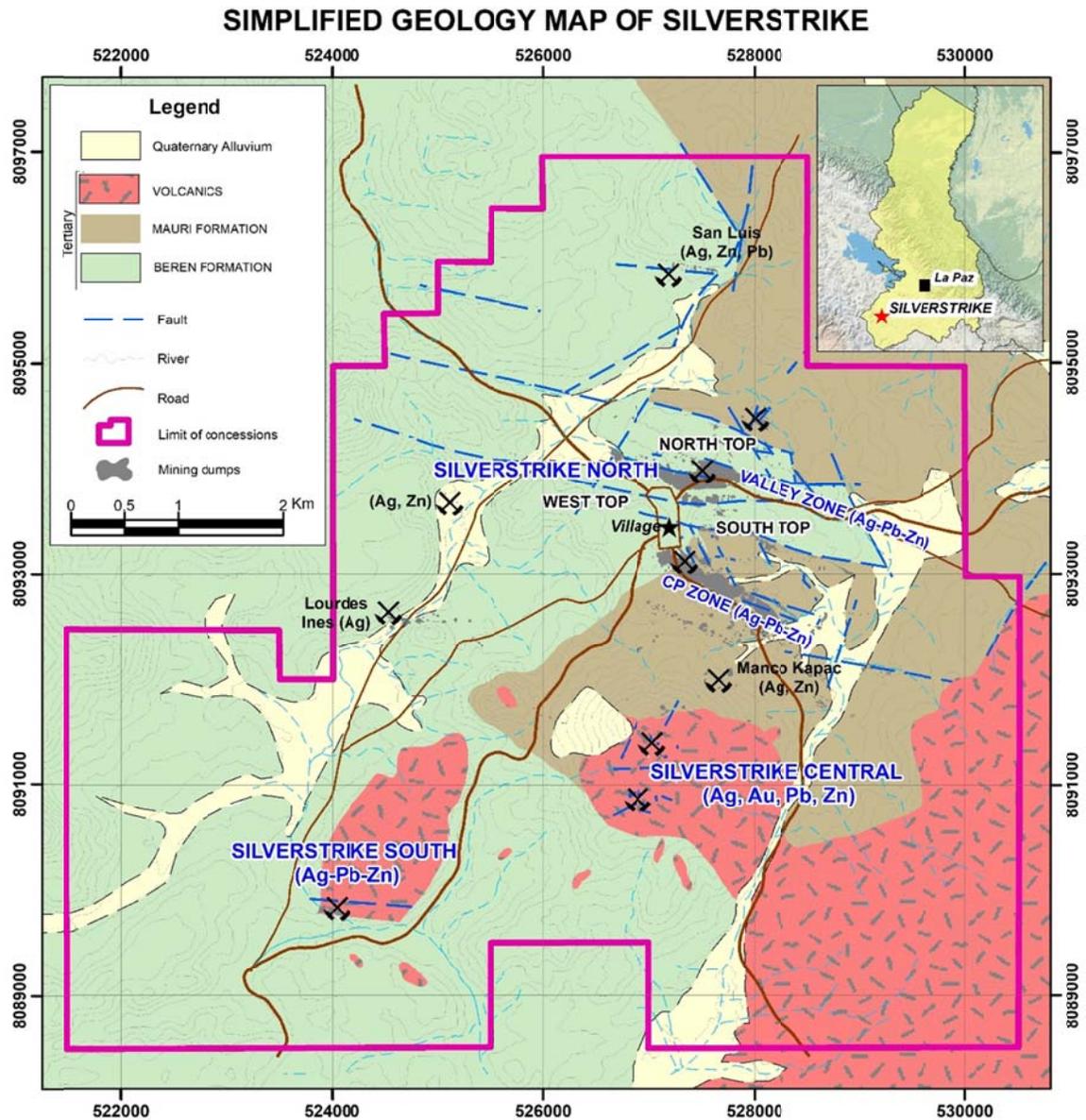


Figure 1: Simplified Geological Map of Silverstrike Project

Silverstrike North

By access and locations, the Silverstrike North is divided into the Valley Zone, North Top, South Top, West Top, and the CP Zone.

Silver-containing sulfosalts and sulfides fill in open fractures in bleached sandstones in forms of sheeted veins, swarm veinlets, stockworks and crackle breccias at the Silverstrike North over an area of 3km by 3km. Dense fractures occur dominantly along the north-west-west to north-west directions at high angles that are generally confined within the red sandstone and only stringers or feeder zones cutting through the underlying red mudstones.

Rio Tinto has sampled extensively the mining dumps on surface (Photo 1) over an area 1.5km by 1.5km in 1995, yielding average grades of 150-200g/t silver and 1% lead (Figure 2). Rio Tinto also completed 1,000.6m of diamond drilling in four holes at Silverstrike North. The PFZ001 hole intercepted 2m @ 1,254 g/t Ag, 0.33% Pb, 0.19% Zn and 0.48% Cu from 88m to 90m, and the PFZ002 hole intercepted 2m @ 237 g/t Ag, 0.6% Pb, 0.07% Zn and 0.5% Cu from 120m to 122m.

Two holes drilled at the CP Zone did not intercept any meaningful mineralization.

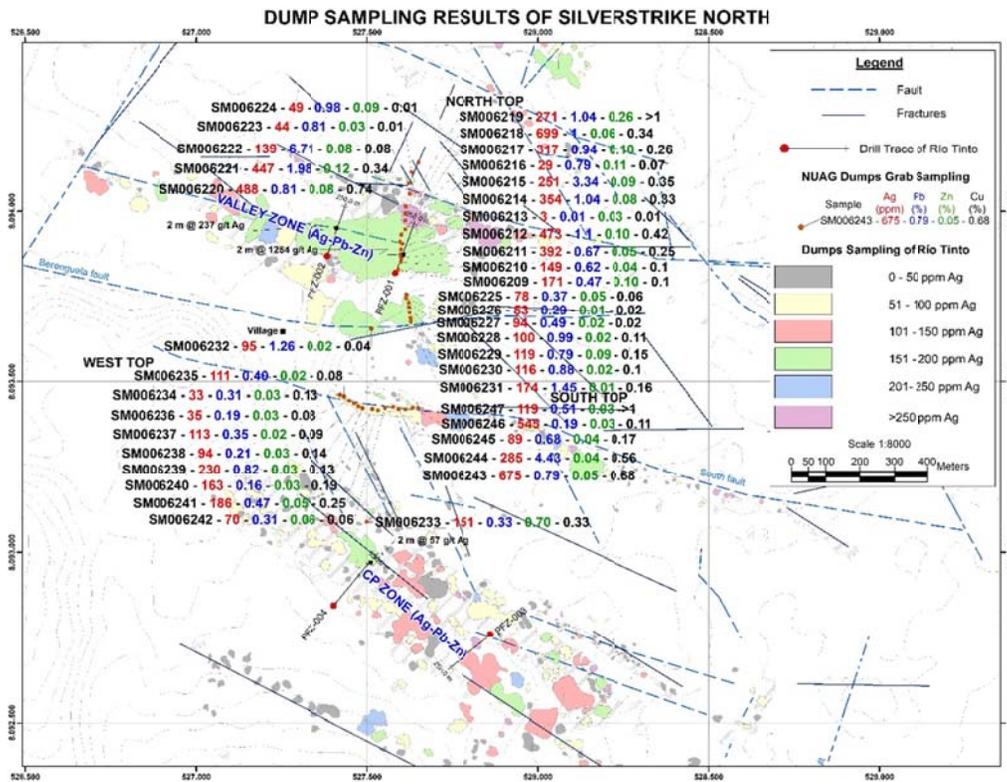


Figure 2: Mining Dump Sampling Results for Silverstrike North

Twenty-four grab samples taken by New Pacific from the mining dumps in the Valley Zone (including valley, slope and North Top) returned average grades 185g/t Ag, 0.93% Pb, 0.07% Zn

and 0.21% Cu (Table 1)¹. Fifteen grab samples from the mining dumps from the South Top and the CP zone averaged 193g/t Ag, 0.68% Pb, 0.08% Zn and 0.27% Cu. These results are consistent with the historical dump sampling results by Rio Tinto (Figure 2, Table 1). Future drilling by New Pacific will focus on the bleached sandstones from the South Top, North Top and the West Top.

Table 1 - Grab Sampling Results of Mining Dumps at Silverstrike by New Pacific¹							
SAMPLE #	Au g/t	Ag g/t	Pb_%	Zn_%	Cu_%	Rock Type	Location
SM006209	0.01	171	0.47	0.10	0.10	sandstone	Valley Zone
SM006210	0.01	149	0.62	0.04	0.10	sandstone	Valley Zone
SM006211	0.01	392	0.67	0.05	0.25	sandstone	Valley Zone
SM006212	0.01	473	1.11	0.10	0.42	sandstone	Valley Zone
SM006213	0.01	3	0.01	0.03	0.01	sandstone	Valley Zone
SM006214	0.01	354	1.05	0.08	0.33	sandstone	Valley Zone
SM006215	0.01	251	3.34	0.09	0.35	sandstone	Valley Zone
SM006216	0.01	29	0.79	0.11	0.07	sandstone	Valley Zone
SM006217	0.01	317	0.94	0.10	0.26	sandstone	Valley Zone
SM006218	0.01	69	1.00	0.06	0.34	sandstone	North Slope
SM006219	0.01	271	1.05	0.26	1.00	sandstone	North Slope
SM006220	0.01	488	0.81	0.08	0.74	sandstone	North Slope
SM006221	0.01	447	1.99	0.12	0.34	sandstone	North Slope
SM006222	0.01	139	0.07	0.08	0.08	sandstone	North Top
SM006223	0.01	44	0.81	0.03	0.01	sandstone	North Top
SM006224	0.01	49	0.98	0.09	0.01	sandstone	North Top
SM006225	0.01	78	0.37	0.05	0.06	sandstone	South Slope
SM006226	0.01	53	0.29	0.01	0.02	sandstone	South Slope
SM006227	0.01	94	0.49	0.02	0.02	sandstone	South Slope
SM006228	0.01	119	0.99	0.02	0.11	sandstone	South Slope
SM006229	0.01	116	0.79	0.09	0.15	sandstone	South Slope
SM006230	0.01	174	0.88	0.02	0.10	sandstone	South Slope
SM006231	0.01	63	1.45	0.01	0.16	sandstone	South Slope
SM006232	0.01	95	1.26	0.02	0.04	sandstone	South Slope
Average	0.01	185	0.93	0.07	0.21		
SM006233	0.01	151	0.33	0.70	0.33	sandstone	CP Zone
SM006234	0.01	33	0.31	0.03	0.13	sandstone	South Top

¹ The grab samples are selected samples and are not necessarily representative of the mineralization hosted on the property.

SM006235	0.01	111	0.40	0.02	0.08	sandstone	South Top
SM006236	0.01	35	0.19	0.03	0.08	sandstone	South Top
SM006237	0.01	113	0.35	0.02	0.09	sandstone	South Top
SM006238	0.01	94	0.21	0.03	0.14	sandstone	South Top
SM006239	0.01	230	0.82	0.03	0.13	sandstone	South Top
SM006240	0.01	163	0.16	0.03	0.19	sandstone	South Top
SM006241	0.01	186	0.47	0.05	0.25	sandstone	South Top
SM006242	0.01	70	0.31	0.06	0.06	sandstone	South Top
SM006243	0.01	675	0.79	0.05	0.68	sandstone	South Top
SM006244	0.01	285	4.43	0.04	0.56	sandstone	South Top
SM006245	0.01	89	0.68	0.04	0.17	sandstone	South Top
SM006246	0.01	545	0.19	0.03	0.11	sandstone	South Top
SM006247	0.01	119	0.51	0.03	1.00	sandstone	South Top
Average	0.01	193	0.68	0.08	0.27		South Top & CP Zone
SM006248	0.01	166	2.03	0.97	0.02	rhyolite	Silverstrike South
SM006249	0.01	340	3.99	1.44	0.02	rhyolite	Silverstrike South
SM006250	0.01	375	3.87	2.28	0.09	rhyolite	Silverstrike South
Average	0.01	294	3.30	1.56	0.04		Silverstrike South
SM006251	0.01	28	0.21	0.18	0.01	epiclastic	Silverstrike Central
SM006252	0.01	19	0.19	0.06	0.01	epiclastic	Silverstrike Central
SM006253	0.01	15	0.04	0.15	0.00	epiclastic	Silverstrike Central
SM006254	0.01	13	0.03	0.08	0.00	epiclastic	Silverstrike Central
SM006255	0.01	19	0.04	0.34	0.01	epiclastic	Silverstrike Central
SM006256	0.01	23	0.06	0.18	0.01	epiclastic	Silverstrike Central
SM006257	0.01	9	0.03	0.08	0.00	epiclastic	Silverstrike Central
SM006258	0.01	271	0.30	1.43	0.03	volcanic breccia	Silverstrike Central
SM006259	0.01	254	0.41	1.62	0.04	volcanic breccia	Silverstrike Central
SM006260	0.01	350	0.41	0.37	0.02	volcanic breccia	Silverstrike Central
SM006261	0.01	246	0.49	0.47	0.03	volcanic breccia	Silverstrike Central
SM006262	0.01	370	0.82	0.56	0.08	volcanic breccia	Silverstrike Central
SM006263	0.01	84	0.16	0.11	0.01	epiclastic	Silverstrike Central
SM006264	0.01	44	0.11	0.11	0.01	epiclastic	Silverstrike Central
SM006265	0.01	46	0.31	1.19	0.04	epiclastic	Silverstrike Central
SM006266	0.21	81	0.58	2.46	0.14	epiclastic	Silverstrike Central
SM006267	0.01	35	0.30	0.85	0.01	epiclastic	Silverstrike Central

SM006268	0.01	78	0.34	29.20	0.06	epiclastic	Silverstrike Central
SM006269	0.01	26	0.08	0.34	0.01	epiclastic	Silverstrike Central
SM006270	0.01	30	0.08	0.27	0.01	epiclastic	Silverstrike Central
SM006271	0.01	13	0.11	0.11	0.01	epiclastic	Silverstrike Central
SM006272	0.01	28	0.05	0.10	0.01	epiclastic	Silverstrike Central
SM006273	0.01	9	0.03	0.01	0.00	epiclastic	Silverstrike Central
SM006274	0.01	16	0.05	0.02	0.01	rhyolite	Silverstrike Central
SM006275	0.01	21	0.03	0.01	0.00	rhyolite	Silverstrike Central
SM006276	0.02	49	0.12	0.02	0.01	rhyolite	Silverstrike Central
SM006278	0.01	60	0.03	0.00	0.00	rhyolite	Silverstrike Central
SM006279	0.01	87	0.04	0.01	0.01	rhyolite	Silverstrike Central
SM006280	0.01	68	0.05	0.01	0.01	rhyolite	Silverstrike Central
SM006281	0.02	15	0.10	0.09	0.00	epiclastic	Silverstrike Central
SM006282	0.02	13	0.12	0.14	0.01	epiclastic	Silverstrike Central
SM006283	0.01	2	0.04	0.02	0.00	epiclastic	Silverstrike Central
SM006284	0.07	3	0.18	0.17	0.01	epiclastic	Silverstrike Central
SM006285	0.02	2	0.10	0.18	0.01	epiclastic	Silverstrike Central
SM006286	0.06	19	0.13	0.19	0.00	epiclastic	Silverstrike Central
SM006287	0.04	2	0.13	0.15	0.01	epiclastic	Silverstrike Central
SM006288	0.03	1	0.08	0.07	0.00	epiclastic	Silverstrike Central
SM006289	0.01	18	0.04	0.04	0.00	epiclastic	Silverstrike Central
SM006290	0.01	9	0.03	0.08	0.00	epiclastic	Silverstrike Central
SM006291	0.01	2	0.14	0.16	0.01	epiclastic	Silverstrike Central
SM006292	0.02	3	0.22	0.82	0.02	epiclastic	Silverstrike Central
SM006293	0.10	5	0.29	1.15	0.01	epiclastic	Silverstrike Central
SM006294	0.05	8	0.17	0.12	0.01	epiclastic	Silverstrike Central
SM006295	0.03	2	0.10	0.15	0.01	epiclastic	Silverstrike Central
SM006296	0.04	3	0.14	0.14	0.01	epiclastic	Silverstrike Central
SM006297	0.20	2	0.12	0.33	0.00	epiclastic	Silverstrike Central
SM006298	0.17	13	0.11	0.16	0.03	epiclastic	Silverstrike Central
SM006299	0.12	5	0.10	0.09	0.01	epiclastic	Silverstrike Central
SM006300	0.03	1	0.04	0.06	0.00	epiclastic	Silverstrike Central
Average	0.03	51	0.16	0.91	0.02		Silverstrike Central



Photo 1: Extensive Mining Diggings and Dumps at the Valley Zone and the South Top

Silverstrike Central

Ubiquitous disseminated silver-gold-lead-zinc mineralization occurs in volcanic epiclastic sediments and breccias associated with rhyolite intrusives in a Tertiary volcanic diatreme system of 900m by 900m size. Historical mining sites and dumps are scattered around, but there are no active mining activities currently. In 1995, Rio Tinto completed four diamond coring holes totaling 1,267m with the best intercept 220m @ 45g/t Ag, 0.51% Pb and 0.44% Zn from 13.0m to 233.0m in hole BER-3 in the northern silver-lead-zinc mineralization area, and 12 reverse circulation holes totaling 2,986.7m with the best intercept of 62m @ 0.74g/t Au and 0.3% Pb from 112m to 174m in hole BRC-004 in the southern gold mineralization area.

Forty-nine grab samples from surface outcrops and dumps at Silverstrike Central returned average grades of 51g/t Ag, 0.16% Pb and 0.91% Zn (Figure 3, Table 1).

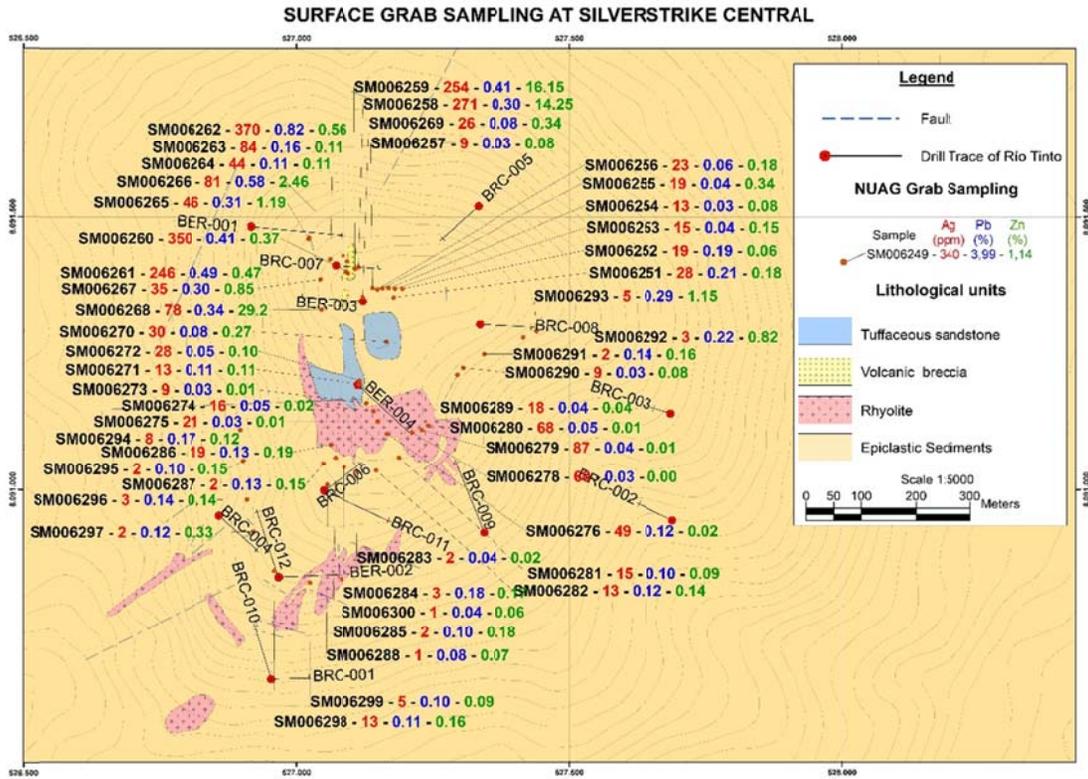


Figure 3: Surface Grab Sample Results by New Pacific from the Silverstrike Central

Silverstrike South

A 300m long East-West trending historical Colonial era adits and declines plus surface mining cuts along structures developed in the quartz-potassium feldspar phenocryst rhyolite body that intruded red sandstones with extensive mining dumps. Mineralization is hosted in sheared rhyolite along the contact structure of rhyolite intrusive with Tertiary red sandstones with the true width of mineralization unknown due to covering of mining dumps and talus. No modern exploration or current mining was recorded.

Three samples from the mining dumps at the Silverstrike South returned average grades of 294g/t Ag, 3.3% Pb, 1.56% Zn (Table 1). Extensive post mineralization and active hydrothermal sinter and sinter sediments have also developed along the nearby river which may have made the geology more complex for the purpose of exploring Ag-Pb-Zn mineralization associated rhyolites.

By using the geological knowledge gained at exploring the Silver Sand Project, the Company believes that the Silverstrike Project represents an opportunity similar to the Silver Sand Project with the potential to explore for large scale silver mineralization system.

Quality Assurance and Quality Control

The grab samples with results released in the news release were shipped in securely sealed bags by New Pacific staff in the Company's vehicles directly from field to ALS Global in Oruro, Bolivia for preparation, and ALS Global in Lima, Peru for geochemical analysis. All samples are first analyzed by a multi-element ICP package (ALS code ME-MS41) with ore grade over limits for silver, lead and zinc further analyzed using ALS code OG46. Further silver over limits are analyzed by gravimetric analysis (ALS code of GRA21).

The assay results of the grab samples are used for reconnaissance purpose, hence no certified reference materials and blank materials were inserted to the normal sample sequence. However, internal QAQC results of ALS did not show any significant bias of analysis or contamination during sample preparation.

Technical information contained in this news release has been reviewed and approved by Alex Zhang, P. Geo., Vice President of Exploration, who is a Qualified Person for the purposes of NI 43-101.

ABOUT NEW PACIFIC

New Pacific is a Canadian exploration and development company which owns the Silver Sand Project, in the Potosi Department of Bolivia and the Tagish Lake Gold Project in Yukon, Canada.

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Forward-looking statements or information are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those reflected in the forward-looking statements or information, including, without limitation, risks relating to: fluctuating equity prices, bond prices, commodity prices; calculation of resources, reserves and mineralization, foreign

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This list is not exhaustive of the factors that may affect any of the Company's forward-looking statements or information. Forward-looking statements or information are statements about the future and are inherently uncertain, and actual achievements of the Company or other future events or conditions may differ materially from those reflected in the forward-looking statements or information due to a variety of risks, uncertainties and other factors, including, without limitation, those referred to in the Company's Annual Information Form for the year ended June 30, 2019 under the heading "Risk Factors". Although the Company has attempted to identify important factors that could cause actual results to differ materially, there may be other factors that cause results not to be as anticipated, estimated, described or intended. Accordingly, readers should not place undue reliance on forward-looking statements or information.

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