

SAMEX**S A M E X M I N I N G C O R P.**

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SMXMF - NASD OTC:BB

NEWS RELEASE - No. 7-03

August 7, 2003

CONVERTIBLE NOTE/WARRANT AMENDMENTS COMPLETED

The TSX Venture Exchange accepted the amended terms to an outstanding \$200,000 Convertible Note (dated July 31, 1998) as follows: the Maturity Date of the Convertible Note will be extended for two years until July 31, 2005 (the "Maturity Date"); the conversion term will be extended for one year to June 30, 2004 (the "Expiry Date"), and the conversion price will be amended to \$0.30 per unit (the "Conversion Price"). The outstanding Convertible Note principal may be converted, at the option of the holder, any time until June 30, 2004 into 666,667 units ("Note Units"). Each Note Unit consists of one common share of the Company and one non-transferable share purchase warrant (a "Note Warrant"). Each Note Warrant entitles the holder to purchase one additional common share of the Company at a price of \$0.35 for a period of one year from the date the Convertible Note is converted. Interest totaling \$107,725 which had accrued to July 31, 2003 (the original maturity date), was paid to the note holder.

During the two year extension, the Convertible Note will continue to bear interest at 9% per annum compounded annually, which will be accrued but not payable until July 31, 2005 (the new "Maturity Date"), or at 10% if the principal and interest remain unpaid after the Maturity Date. If the Convertible Note is converted in whole or in part prior to June 30th, 2004, interest thereon will be reduced to 7%. At any time prior to the conversion Expiry Date of June 30, 2004, if the price of SAMEX shares trades above \$0.45 for 15 (fifteen) consecutive trading days, SAMEX has the option to cause the Convertible Note to be converted into Note Units on the same terms and conditions as are applicable to the note holder.

The TSX Venture Exchange also consented to the extension of the expiry date of an outstanding warrant by one year. The warrant entitles the holder to purchase 250,000 shares at a price of \$0.40 per share if exercised during the term of the warrant which was extended to June 30, 2004.

(Proposed amendments to the Convertible Note and Warrant were originally announced in SAMEX News Release No. 6-03 dated June 30, 2003, but the TSX Venture Exchange subsequently recommended a minor revision. This News Release dated August 7, 2003 incorporates the recommended revision.)

"Jeffrey P. Dahl",
President

The TSX Venture Exchange has neither approved nor disapproved of the information contained herein.

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