

SILVER PHOENIX RESOURCES INC.

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NEWS RELEASE

March 22, 2013

SILVER PHOENIX ENTERS INTO SETTLEMENT AGREEMENT WITH ARMADILLO RESOURCES LTD. REGARDING THE WAVERLEY-TANGIER PROPERTY

Silver Phoenix Resources Inc. (CNSX – CP) announces that the option previously granted to Armadillo Resources Ltd. to earn an interest in the Waverley-Tangier Property has been terminated and, as a consequence, Silver Phoenix and Armadillo Resources have entered into a related written Settlement Agreement.

Under the terms of the Settlement Agreement, Armadillo acknowledged that it has no interest in the Waverley-Tangier Property and that it has no right to re-instate the option to acquire an interest in the Waverley-Tangier Property.

Further, Armadillo has agreed to transfer to Silver Phoenix certain assets relating to the Waverley-Tangier Property including rock saws, blades, a storage container, a bridge and a rail car flatbed. Also, Armadillo has agreed to pay Silver Phoenix \$7,000.00.

The previous grant of an option to Armadillo Resources was by way of an Option Agreement dated January 8, 2008 and last amended on February 25, 2009.

Under that Option Agreement Armadillo conducted an Airborne Geophysics program of approximately 22 km by 6 km for a total of 1,323 line kilometers. Armadillo did 12 km of road work, installed a bridge across the Sorcerer creek at the Tangier dump and 761 meters of Diamond Drilling in 8 holes on the Tangier Zone. Highlights of the drill program were 0.76 meters of 22.3 g/t gold and 1,310 g/t silver at a depth of about 68 meters.

Mr. William Murray, the CEO of Silver Phoenix stated:

“We are very glad to have the Option Agreement terminated thereby allowing Silver Phoenix to further develop the Waverley-Tangier Property. We expect to announce shortly our spring and summer 2013 plans for work on the Waverley-Tangier Property.”

Qualified Person:

James A. Turner, PGeo, is a Qualified Person, as defined in National Instrument 43-101 and has reviewed and approved the technical information set out in this news release.

About the Waverley- Tangier Property:

The Waverley-Tangier Property is similar to Polymetallic Manto-Type Replacement Deposits which covers approximately 11,341 hectares. The Waverley-Tangier Property is located 50 kilometers Northeast of Revelstoke, BC.

Access to the Waverley-Tangier Property is by way of Highway 23 North of Revelstoke for 60 km to Downey Creek logging road for 15 kilometers and then follow Sorcerer Creek logging road for a further 15 kilometers.

About Silver Phoenix:

Silver Phoenix is a company listed on the CNSX and has three mineral projects all located in the Revelstoke area of eastern central British Columbia. They are as follows: (a) the Waverley-Tangier Property (described above), (b) the River Jordan Property and (c) the Big Showing Property.

The River Jordan Property is described as Broken Hill type and Sedex type deposits but are perhaps more closely related to Sedex deposits. The property is located 18 kilometers Northwest of Revelstoke, BC.

The Big Showing Property is an Irish-type carbonate-hosted Zn-Pb. The property is located 50 kilometers Southeast of Revelstoke.

For further information visit the Company's website at <http://silverphoenixresources.com> or contact William Murray by telephone at 250-832-0336 or by email at bill@silverphoenixresources.com.

ON BEHALF OF SILVER PHOENIX RESOURCES INC.

William J. Murray, President and CEO