



Silver Swan intersects further high-grade copper and zinc at the Austin volcanogenic massive sulphide project

- **Drill results from five RC drillholes revealed:**

09ATRC029: 11m @ 3.6% Cu, 11g/t Ag & 0.7g/t Au; 3m @ 16.7% Zn & 3m @ 6.5% Zn within an overall mineralized intersection of 91m @ 1.2% Cu & 4g/t Ag.

09ATRC031: 6m @ 10.2% Zn & 5m @ 6.8% Zn

09ATRC035: 23m @ 1.35% Cu & 5g/t Ag, including 3m @ 3.2% Cu & 5m @ 2.3% Cu

09ATRC037: 6m @ 6.4% Cu, 19.8g/t Ag & 1.74g/t Au; 11m @ 1.34% Cu, 5.5g/t Ag, 0.32g/t Au; 3m @ 8.4% Zn

- **High grade zinc intersections extend mineralised boundaries**
 - **New high-grade copper zone intersected – existing copper mineralisation extended near surface**
 - **3D modeling underway in preparation for resource evaluation at Austin**
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Silver Swan Group Limited (ASX: SWN) today announced that results from a further five reverse circulation (“RC”) drill holes at the Austin VMS project revealed significant continuity of high grade zinc intersections, extended near surface copper intersections, and a new high grade copper zone (6m @ 6% Cu, 19.8g/t Ag & 1.7g/t Au) above the main (and anticipated) zone of mineralisation in hole 09ATRC037. Low-grade copper mineralization is evident over large thicknesses in the majority of holes, connecting high-grade material.

The recent holes were drilled to extend near-surface mineralised boundaries, provide further continuity of the high-grade zinc and copper mineralisation, and to accurately determine interpreted fold positions in a heavily deformed environment. Detail of the mineralized intersections is given in Table 1 below.

The geology at Austin is being modeled in 3D in preparation for resource evaluation. This will determine volume and grade for an initial open-pit scenario and make preliminary comment on resources extending beneath an open pit. Future drilling at Austin will focus on developing the underground potential of the deposit.

Silver Swan Group managing director, Dr. Susan Vearncombe, said: “The latest assays from the Austin VMS project have confirmed the extension of near surface high grade zinc and copper mineralisation and uncovered a new high grade copper zone. As we are moving rapidly towards a resource evaluation at the Austin project, it is pleasing that we can continue to extend the dimensions of the resource, particularly given the calibre and thickness of the zinc and copper mineralization.”

Planning for drilling at Austin and proximal surrounds for 2010 is currently underway.

Uranium

Drilling of ~80 aircore holes totaling approximately 1500m into the Yagahong radiometric U-anomaly is due to commence later this month. The company is targeting a large drainage system containing calcrete with an associated, discrete U-radiometric anomaly that is ~5kms NE-SW and ~800m wide.

All project areas lie within 55km of Meekatharra in Western Australia.

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Silver Swan Group background

Silver Swan Group Limited, based in Perth, has key projects in the Meekatharra area of the Murchison province, in WA. The company is seeking polymetallic targets with a focus on lode gold, copper-gold and volcanogenic massive sulphides in Archaean and Proterozoic terrains. In the Meekatharra area, much of the production of the late 1800's came from Silver Swan's tenement area at Stakewell (Kohinoor), Abbots (Mt Vranizan and New Murchison King) and Quinns (Koladbro, Cornstalk, Parramatta, Nowthanna, Murchison Wonder, Wallaby, Nuggety and Olympic). These areas have received only limited modern exploration despite the proximity to producing gold mines at Bluebird-Yaloginda and Gabanintha.

Table 1

Hole ID	End of hole depth (m)	East MGA94	North MGA94	From (m)	To (m)	Interval (m)	Cu (%)	Zn (%)	Ag (g/t)	Au (g/t)
09ATRC029 <i>including</i>	196	649992	6997214	60	151	91	1.2	6.5 16.7	4	0.7
				60	82	22	2.3			
				71	82	11	3.6			
				106	108	3	1.9			
				112	115	3	1.4			
				125	151	26	1.14			
				133	147	14	1.6			
				67	70	2				
77	80	3								
09ATRC031 <i>including</i>	244	650019	6997200	121	134	13	0.4	7.3 10.2 6.6		0.4
				121	127	6				
				129	134	5				
				112	132	20				
				114	117	3				
09ATRC035 <i>including</i>	160	649954	6997214	68	91	23	1.4	5		
				68	71	3	3.2			
				76	81	5	2.3			
09ATRC036	184	649976	6997175	71	72	1	1.3			
09ATRC037	280	650056	6997251	145	151	6	6.4	8.5	19.8 10 5.5	1.74 0.32
				187	191	4	2.5			
				187	198	11	1.3			
				199	202	3				

Holes at Austin were drilled on Azimuth of 190⁰, Declination -60⁰.

Samples were prepared and analysed at **Genalysis Laboratory Services, Perth**. Gold assays are obtained using a 50g lead collection fire assay digest and analysed by flame atomic absorption spectrometry. Multi-element analyses (copper, zinc, silver,

arsenic, bismuth, sulphur, iron) are obtained using multi-acid digest including hydrofluoric, nitric, perchloric and hydrochloric acids, and analysed by inductively coupled plasma mass spectrometry (MS) and inductively coupled plasma optical (atomic) absorption spectrometry (OES). AX digest (AX/AAS) has been applied to samples where Cu & Zn is >5%. Full analytical quality assurance - quality control (QAQC) is achieved using a suite of certified standards, laboratory standards, laboratory duplicates, repeats, blanks and grind size analysis.

Information in this report that relates to Exploration Results is based on information compiled by S. Vearncombe, RPGeo, who is a Member of the Australian Institute of Geoscientists. S. Vearncombe is a full-time employee of Silver Swan Group and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. S. Vearncombe consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.