

ASX Announcement  
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## Diamond drilling resumes at Austin prospect

Diamond drilling will resume next week at Silver Swan Group Limited's Austin prospect, a significant volcanogenic massive sulphide (VMS - Cu-Zn-Au-Ag) discovery in the Quinns project area, 55km south of Meekatharra in WA.

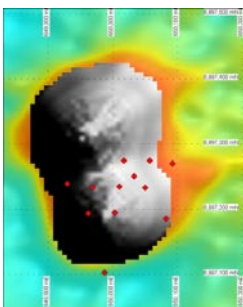
The diamond drilling programme at Austin will start with an initial 4 holes, totaling approximately 1000m that is designed to test:

1. extensions of existing mineralization that are also coincident with a 100m x 44m down-hole electromagnetic conductor (DHEM),
2. the duplex aeromagnetic anomaly that lies 120 metres north of the existing Cu-Zn-Ag-Au mineralization.

Silver Swan's exploration work during the last quarter focused on consolidating and integrating all of its geochemical, geophysical and geological information. This work has generated new VMS targets through the Quinns area, and demonstrated that the Austin Cu-Zn-Ag-Au setting has all of the lithological, textural, geodynamic, alteration, metal ratios and potential metal budget akin to productive Archaean VMS deposits worldwide.

The company has carefully planned its next diamond drilling programme to test:

1. an additional new down-hole electromagnetic conductor modeled as 100m x 44m, located directly below the trace of drillhole ATD005. This is the down-plunge extension to existing Cu-Zn-Ag-Au mineralization.
2. a second aeromagnetic anomaly that is only 120m north of the current drilling at Austin. This anomaly has identical characteristics to the peak associated with the Austin mineralization. Both peaks have a NE-trending 'tail' that reflects the down plunge orientation of mineralization at Austin.



*Figure: Austin aeromagnetic anomaly; red dots show existing drilling associated with Cu-Zn-Ag-Au mineralization on the southern aeromagnetic peak. Two holes are planned as an initial test of the northern aeromagnetic peak.*

Silver Swan is currently developing drill programmes to test a series of other base metal anomalies in the Quinns area and at Yagahong, on the Copper Hills Cu-Au project.

## **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), Abbotts (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.

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