

**For immediate release**

**1 December 2010**

**Sylvania Resources Limited ('Sylvania' or the 'Company')**

**SYLVANIA RESOURCES LIMITED**

**ASX: SLV**

**AIM: SLV**

**Registration No: 091 415 968**

**ISIN: AU000000SLV8**

**ISSUE OF SHARES**

As announced on 29 September 2010, Sylvania entered into a Share Exchange Agreement with Africa Asia Capital Limited ("AAC"), a SamancorCr Group company, to acquire the remaining 26% interest in Sylvania Metals (Proprietary) Limited ("Sylvania Metals"), which operates the Sylvania Dump Operation ("SDO") to raise Sylvania to 100% ownership of SDO.

On 29 September 2010, Sylvania issued an initial tranche of 7,711,888 shares to AAC. In accordance with shareholder approval received at the Company's General Meeting held on Tuesday 23 November 2010, Sylvania is pleased to announce that it has issued the remaining tranche of 51,170,663 shares to AAC, in consideration for the 26% interest in Sylvania Metals.

Application has been made for 51,170,663 shares to be admitted to trading on the AIM market of the London Stock Exchange. Admission is expected to become effective at 8.00am on 7 December 2010. Following Admission, the Company will have 301,961,805 fully paid ordinary shares on issue.

**For further information please contact:**

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