



ASX Announcement
7th June 2010

Silver Swan Group Successfully Secures State Government Exploration Grant

Silver Swan Group Limited (ASX:SWN) is pleased to announce that it is a successful recipient of the Co-Funded Drilling Grant offered under the WA Exploration Incentive Scheme ("EIS").

Silver Swan Group was awarded the grant for a deep diamond hole at the Austin volcanogenic massive sulphide deposit in the Quinns project area, 55kms south of Meekatharra. Silver Swan Group will receive matching funding for up to \$80,000.

The EIS is a State Government initiative encouraging exploration in Western Australia providing support to the sustainability of exploration in the resources sector. The grant is awarded to companies that undertake innovative drilling activity over high quality economically focused projects exhibiting new concepts, ideas and technology that may lead to new discoveries of economic mineralisation.

Proposals from applicants throughout the WA mining community were assessed by a panel of experts on the basis of geoscientific and exploration targeting merit.

Silver Swan has proposed a deep hole at Austin specifically for downhole electromagnetics in an attempt to locate geophysical conductors related to copper and zinc mineralisation well away from existing known massive sulphides. This may identify greater plunge extensions to mineralisation, allowing a wider spacing of drilling, possible multiple zones to mineralisation and clear indicators to underground potential. Silver Swan has identified and delineated an initial open-cut position for development and is now focusing on the underground resource potential at Austin.

Further information regarding the EIS can be found on the Department for Mines and Petroleum website at <http://www.dmp.wa.gov.au>

For further information please contact:

Silver Swan Group Limited

Mr James Harris – Non-Executive Chairman

Dr Susan Vearncombe - Managing Director

Tel:9316-0766

ABN 41 120 069 089

PO Box 869, Canning Bridge WA 6153

Unit 1, 15 Ogilvie Road Mt Pleasant WA 6153

T +61 8 9316 0766 info@silverswangroup.com.au

F +61 8 9316 0799 www.silverswangroup.com.au