

Silver Lake keeps golden focus

Monday, 17 March 2008

GOLD, gold, gold – this was the cry from Silver Lake Resources as the company released updates from its various West Australian interests.

Having taken on the Daisy Milano mine near Kalgoorlie last year, Silver Lake said the operation had mined and stockpiled almost 7500 tonnes of gold at 16.9gpt for 4068 gold ounces.

Silver Lake said the introduction of two new air compressors at Daisy Milano later this month will enable additional air leg mining activity, while development of the main decline extension to level 21 has begun.

The company has completed a 2665m underground infill drilling program and reported numerous high-grade intersections.

Silver Lake said the results were consistent with the resource grade of 33.5gpt.

Further exploration drilling is underway at Silver Lake's Caledonian and Haoma lodes.

At another of Silver Lake's newly acquired assets, the Lakewood gold processing facility near Kalgoorlie, a major site housekeeping program has been launched to improve the facility's environmental and operational standards.

In addition, the tailings storage facility has been raised by 1m to enable 12-18 months' storage capacity.

Silver Lake has also acquired new processing equipment (including a gravity circuit and jaw crusher) to streamline the processing line and optimise recovery rates.

Silver Lake shares rose 7.9% to 34c before slipping to 32c in morning trading.



Silver Lake opening Daisy Milano gold mine