



## Kalgoorlie Miner

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## Acquisition boosts Silver Lake Resources reserves

GOLD producer Silver Lake Resources has boosted its resource base to one million ounces with last week's acquisition of Alloy Resources' Comet gold project in the Murchison.

Silver Lake managing director Les Davis, who is based in Kalgoorlie, said the purchase was right in between the company's existing Tuckabianna and Moyagee projects.

Silver Lake is looking to build a significant resource base and become a high margin gold producer.

It produced its first gold four weeks after listing on the stock exchange in December after recommissioning the Daisy Milano gold mine, 50km east of Kalgoorlie.

The purchase, which also includes Alloy's nickel assets, will be mainly funded from Silver Lake's Mt Monger operations.

Mr Davis said the purchase fitted perfectly with the company's goals, which include purchasing assets with short-term production potential, in a highly prospective region with existing JORC resources and scope to discover new deposits.

"This acquisition is consistent with our strategy of acquiring assets that have near term production capability as it includes a detailed pre-feasibility study for resuming mining at Comet," Mr Davis said.

"The additional resource provides the scale to assess a number of processing options built around existing infrastructure at our Tuckabianna project.

"This puts us within arm's reach to justify a processing facility up there."

The Comet tenements contain a JORC indicated resource of 1.44 million tonnes at 3g/t gold for 154,000 ounces; and an inferred resource of 374,000 tonnes at 5.8 g/t gold for 77,000oz.

The acquisition will increase Silver Lake's total gold resource to 5.70 million tonnes at 5.3g/t gold for 1,060,000oz.

A \$150,000 deposit has been paid and Silver Lake will pay a further \$1.425 million in cash to Alloy at completion, set for July 1.