

Two more years for Daisy Milano

Thursday, 10 April 2008

SILVER Lake Resources has extended the life of its Daisy Milano mine by another two years, following an increase in resources at the Mount Monger operation in Western Australia's Goldfields.

The gold producer announced a 14% increase in total gold resources and a maiden measured resource at its Mount Monger operation, which includes the Daisy Milano mine.

Resources at Mount Monger clocked in at 456,000 tonnes at 18.7 grams per tonne gold for 274,000 ounces.

Meanwhile, off the back of Silver Lake's completed infill drilling program and surface remodelling, Daisy Milano delivered at maiden high grade measured resource of 93,600 tonnes at 37.9gpt gold for 114,100 ounces.

Silver Lake expects the new data will extend mine life from three years to around five years. In addition, the work performed will support the development of an ore reserve and a new mine plant by the end of June.

Further drilling is planned for the mine.

Initial open cut inferred resources gathered from Silver Lake's nearby Lorna Doone and Costello deposits have also buoyed the company's Mount Monger ambitions.

Silver Lake is targeting two million ounces in resource at Mount Monger.

As well as Mount Monger, Silver Lake has mineral assets in WA's Murchison district and the Pilbara region. The company also owns the Lakewood gold processing facility near Daisy Milano.

Shares in Silver Lake rose 1.5% to 32.5c in morning trading.