

Lakewood Gold Processing Facility Upgrade - Commissioning Completed

Silver Lake Resources Ltd ("Silver Lake") is pleased to announce an update on the 600,000 tpa upgrade at its Lakewood Gold Processing Facility ("LGPF") located 5 kilometres south east of Kalgoorlie.

Commissioning of the upgraded circuit has been completed and LGPF is operating at designed throughput rates. The facility is now capable of processing 400,000 tpa of hard rock or up to 600,000 tpa of blended rock. Over 1,600 ounces of gold were poured during the first week of commissioning.

Ore stocks available for processing at the end of February 2010 totalled 90,000 tonnes containing 11,000 ounces of gold.

"With project completion behind us, we can step up gold production. We have 11,000 ounces of gold immediately available from stockpiles plus base load production from our underground operations at Daisy Milano and Daisy East. Mining studies are nearing completion for numerous open pit opportunities that will be prioritised and mined in order to provide ongoing incremental feed" said Silver Lake's Managing Director Les Davis.

"This was a low capital project implemented at budgeted cost of A\$4.1 million and we expect the project to payback that investment within a few months" Mr Davis added.



600,000 tpa Lakewood Gold Processing Facility

For more information about Silver Lake and its projects please visit our web site at www.silverlakeresources.com.au.

For further information please contact

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About Silver Lake Resources Ltd:

Silver Lake is a gold producer and explorer with a resource base of 1.5 million oz in highly prospective regions including the Mount Monger goldfield and the Murchison (Tuckabianna, Comet, and Moyagee). Silver Lake's strategy is to develop large production centres at Mount Monger and at the Murchison with multiple mines at each centre.

Resource Category	Ore t	Grade g/t Au	Total oz
Measured	117,100	41.3	155,700
Indicated	4,627,800	3.4	507,300
Inferred	5,122,200	5.0	825,300
Total	9,867,100	4.7	1,488,400

Rounding may give rise to unit discrepancies in this table.

Silver Lake's Mount Monger Operation contains the Daisy Milano underground mine and the Christmas Flat open pit located 50 km south east of Kalgoorlie.

Mount Monger has additional multi mine potential underpinned by emerging open pit production from Magic, Costello and Lorna Doone deposits. Furthermore the discoveries of Daisy East, Emma and the extension of the Rosemary lode show potential as near term production sources.

Gold ore from Mount Monger is transported to Silver Lake's 600,000 tpa Lakewood Gold Processing Facility located 5 km south east of Kalgoorlie and 45 km from the Daisy Milano mine.

The Company continues to review low capital milling options for the Murchison project. Ongoing exploration will focus on extending current resources that are constrained by limited drilling particularly below 100 metres depth. Our strategy is to delineate sufficient resources to sustain a 100,000 oz per annum operation.

Silver Lake's exploration programme is targeting¹ to increase its global gold resource base from 1.5 million ounces to 5 million ounces within two years.

Competent Person's Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Christopher Banasik who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Banasik is a full time employee of Silver Lake Resources Ltd, and has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 edition of the JORC Code. Mr Banasik has given his consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.

1: Information that relates to exploration targets refers to targets that are conceptual in nature, where there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.
