UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of
The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): **September 25, 2009**

PARAMOUNT GOLD AND SILVER CORP.

(Exact name of registrant as specified in its charter)

Delaware	**001-336630**	**20-3690109**
(State or Other Jurisdiction of Incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

346 Waverly Street, Suite 100
Ottawa, ON Canada
K2P 0W5
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: **(613) 226-9881**

N/A
(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

☐ Written communications pursuant to Rule 425 under the Securities Act.

☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act.

☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act.

☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act.

Item 7.01. Regulation FD Disclosure.

On September 25, 2009, Paramount Gold and Silver Corp. issued a press release, which is furnished as Exhibit 99.1 to this Form 8-K and is attached hereto.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

Exhibit No.	Description
99.1	Press Release dated September 25, 2009

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

PARAMOUNT GOLD AND SILVER CORP.

By: /s/ CHRISTOPHER CRUPI
Christopher Crupi
President and Chief Executive Officer

Date: September 25, 2009

EXHIBIT INDEX

Exhibit No.	Description
99.1	Press Release dated September 25, 2009

EXHIBIT 99.1

Paramount Responds to Klondex Termination

OTTAWA, ONTARIO--(Marketwire - 09/25/09) - Paramount Gold and Silver Corp. (NYSE:PZG - News)(TSX:PZG - News)(Frankfurt:P6G - News)(WKN: A0HGKQ) ("Paramount") advises that allegations made in a Klondex Mines Limited ("Klondex") news release of September 24, 2009 are misleading and incorrect and Paramount stands by its earlier statements in its news release dated September 24, 2009.

In regards to Klondex's statements in its news release regarding Paramount's San Miguel Property, the boundaries for Paramount's San Miguel property are correctly and fully disclosed in the Technical Report of ACA Howe dated June 13, 2008 and filed on SEDAR and also in the Technical Report dated November 20, 2008 also filed on SEDAR. The updated Technical Report filed on SEDAR on September 17, 2009 concludes that Paramount's mineral resource did not require restatement in response to Klondex's allegations because the potential variances were "small amounts .. within the margin of error in such estimates. Thus they are of little practical consequence." The September 17, 2009 Technical Report confirms that the variance in the Paramount resource related to the property boundary issue amounts to no more than 5% of the San Miguel resource.

"Paramount stands by its earlier statements that the break fee payable to Paramount of US$2.85 million is now due and payable by Klondex due to their termination of our agreement with Klondex," noted Paramount CEO Chris Crupi.

SAFE HARBOR FOR FORWARD-LOOKING STATEMENTS

Statements in this press release regarding the status of the Transaction, and the payment of the break fee by Klondex to Paramount and any other statements about Paramount management's future expectations, beliefs, goals, plans or prospects constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 and statements containing the words "believes," "plans," "anticipates," "expects," "estimates" and similar expressions should also be considered to be forward-looking statements. There are a number of important factors that could cause actual results or events to differ materially from those indicated by such forward-looking statements, including, but not limited to: the success of any action taken by Paramount and Klondex having sufficient funds available to pay the break fee and all other applicable damages sought (if any); the impact of any other actions taken by Klondex or any third-party; and the other factors described in Paramount's Annual Report and Annual Information Form on Form 10-K for the year ended June 30, 2008 and its most recent quarterly reports filed with the SEC available on www.sec.gov and applicable Canadian securities regulators available on www.sedar.com. Except as required by applicable law, Paramount disclaims any intention or obligation to update any forward-looking statements as a result of developments occurring after the date of this press release.

Contact:

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