



HILL END GOLD LIMITED

ACN 072 692 365

Hill End increases gold production

23 February 2009

ASX Code : HEG, HEGOB

- Hill End plant throughput doubles to average 70 tonnes per day.
- Stope production starts from first Paxton's stoping block of 3,000 tonnes at 45g/t gold.
- Mining and processing moves to production status.
- Development continues to open Paxton's and commences Frenchman's access.
- Recent gold pour bars 20 and 21 containing approximately 270 ounces sourced from 1,042 tonnes of mostly low grade material at nominal 8g/t feed grade.
- Plant gold recovery continues at over 95%.

The operating time of the gravity gold treatment plant at the Amalgamated site at Hill End has been extended to a full time 24/7 basis. The additional shift rosters have been filled with the recruitment of experienced mill fitter / operators and a plant manager has also been appointed.

The Reward level development on the Paxton's veinset has outlined the first stoping blocks to the north of the shaft on which production has commenced.

Level development from the Reward Shaft area has extended the 707 level to the Frenchman's position where mineralised veins have been intersected and rising will commence in the near future.

A number of M2 high grade runs on the 640 Amalgamated level are being reviewed for stoping to commence.

Attribution

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Mike Quayle and Philip Bruce. Mr Quayle is a Member of The Australian Institute of Geoscientists and is a full-time geological contractor for the company. Mr Bruce is Fellow of the Australasian Institute of Mining and Metallurgy. Both Mr Quayle and Mr Bruce have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (The JORC Code). Mr Quayle and Mr Bruce consent to the inclusion in the announcement of the matters based on their information in the form and context in which it appears.

For further information: Philip Bruce 0412 409555

Hill End Site and Registered Office
4 Bowen Street
Hill End NSW 2850
Phone +612 6337 8343
Fax +612 6337 8345

Sydney Principal Office
3 Spring Street
Sydney NSW 2000
Phone +612 8249 4416
Fax +612 8249 4919

Website: www.hillendgold.com.au
Email: admin@hillendgold.com.au