



ACN 072 692 365

Website: www.hillendgold.com.au

Mining Commences at Hill End

19 June 2007

ASX Code : HEG, HEGO

Hill End Gold Limited is pleased to announce that mining has commenced at its Hill End Project. The access drive to the high grade Reward area is being excavated by mining contractor Mancala by tunnelling north on the Amalgamated level from the old Hawkins Hill workings. The drive is being developed along the Phillipson's vein set and has already reached the Star of Peace shaft cross cut position.

The drive will be developed through the Phillipson's high grade gold zone and to below the very high grade Paxton's zone by October. Bulk sampling and processing of development material will commence during the September quarter and sampling of the very high grade Paxton's zone is scheduled for the end of the year.

The gold processing plant is being modified to improve gold recovery under the supervision of the Timora group.

Both Mancala and Timora are highly respected project contractors who have successfully completed many gold projects in Australia and overseas.

The Reward area has a resource of 124,000 tonnes at 19g/tAu with the high grade portion of the Paxton's zone estimated to have 23,000 tonnes at 48g/tAu. These grade estimates are based on conservative drill core assay results and it is expected that bulk sampling and processing of the Reward area vein sets will provide more reliable grade and tonnage estimates.

Approximately 1,300 tonnes will be extracted from Paxton's for processing through the gravity recovery plant and the Phillipson's and Steven's zones will be check sampled as well. The Reward mining layout and plant configuration will provide for gold production to continue from the Reward area upon the successful completion of the bulk sampling exercise.

For further information: Philip Bruce 0412 409555

Mine
C/o Hill End Post Office
Hill End NSW 2850
Phone +612 6337 8319
Fax +612 6337 8133

Exploration and Administration
Bowen Street
Hill End NSW 2850
Phone +612 6337 8343
Fax +612 6337 8345

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

Registered Office
P O Box 92 Earlville QLD 4870
Phone +617 4033 1805
Fax +617 4033 6415