



HILL END GOLD LIMITED

ACN 072 692 365

Abundant visible gold intersected in wide zone

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- Underground diamond hole CZUG001 in Hawkins Hill – Reward deposit has intersected a 35 metre wide zone of quartz veining with abundant visible and coarse gold.
- The hole confirms the continuity of the wide Central Zone and increases the potential for a wide high grade bulk mineable zone of over 200,000 tonnes in the Patriarch area.
- New high grade targets continue to be identified based on the Indicator Fault system as the source for gold mineralisation.
- Preliminary assays are being received for the initial holes in the 5,000 metre underground diamond drilling program and will be announced when finalised.
- Drilling and development continues to extend resources and providing mine planning data for the proposed expansion of the Hill End project.

Diamond drilling in the 5,000 metre program at the Hawkins Hill – Reward deposit at Hill End has intersected a 35 metre (true width) zone of close spaced quartz veining with many veins containing abundant visible and coarse gold. Hole CZUG001 drilled from the 640 level at 1250N has confirmed that the wide Patriarch Central Zone intersected in HHUG09 with 4.1g/t gold over 17.3 metres has become wider higher up.

This strong gold mineralisation from the Mica to Paxtons vein sets is associated with a fifty metre wide Indicator Fault network, which is the plumbing system for high grade gold enrichment in the Hawkins Hill – Reward deposit. The wide Patriarch Central Zone is interpreted to continue up-structure into the hanging wall vein sets of Stevens and Frenchmans above the 725 level, down-structure into the Amalgamated and Brands and Fletchers vein sets below the 640 level and along strike to the south adjacent to previous Mica workings.

The wide CZUG001 intersection is 20 metres above previously reported intersections in HHUG09 of 4g/t gold over 17 metres and 50 metres south of HHUG12 of 3g/t over 17 metres and additional holes are in progress from the 1250N position to drill the Patriarch Central Zone up to the 725 level. The location is to the north of historical Mica workings which were stopped against an old tenement boundary and which had been mined at grades of up to three ounces per tonne over a metre width, although no mining nor exploration has tested the hanging wall potential.

The Patriarch Central Zone drilling is outlining a zone of very high grade vein sets, which may be individually mined or bulk mineable at a higher productivity and lower cut off grade. Previous estimates of over 200,000 tonnes at 4g/t for the bulk mining potential of this wide zone may be conservative.

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The current 5,000 metre underground diamond drilling program is expanding the mineral resources and the confirmed exploration potential of the Hawkins Hill – Reward deposit, which is planned to support an expansion of the project during 2010.

Two underground drilling rigs are currently drilling in the Hawkins Hill – Reward deposit at a rate of up to 40 metres per day and are targeting the following:

- the Patriarch/Cornelian area Mica – Frenchmans vein sets between 1200-1500N above and below the 640 level;
- the Exhibition area Stevens – Brittanys vein sets between 1500-1700N in the upper levels of the Reward shaft;
- the Emmetts area Brand and Fletchers – Frenchmans vein sets between 1630-1750N above and below the 640 level, particularly adjacent to the Emmett’s cross course;
- the Hawkins Hill area Amalgamated – Brand and Fletchers vein sets 900-1200N below 640 level.

Preliminary assay results for the initial holes of the 5,000 metre underground diamond drilling program at 1430N and 1550N are now being received and will be reported when finalised.

Hill End Gold Limited (HEG) is a strongly growing junior gold mining company with a clear focus on increasing resources and profitable gold production.

The Hill End Project tenements in New South Wales, Australia cover 1,210 square kilometres including the rich historical Hill End, Hargraves and Windeyer Goldfields, which together were one of the world’s richest gold mining areas. Previous underground production averaged up to 10 ounces per tonne and large specimens were mined containing up to 3,000 ounces gold.

The HEG development strategy for the Hill End Project is to increase gold production from the Hawkins Hill - Reward deposit at Hill End and to develop the larger Hargraves BNH deposit with a targeted resource potential for the Project of 4–5 million ounces.

HEG commenced underground production from Hawkins Hill – Reward in 2008 and is extending and opening up resources to determine the scope of the mine for expansion planned during 2010.

Hargraves is located 35km north of Hill End and HEG has partly diamond drilled the BNH deposit to a depth of 400 metres with intersections of up to 4.2g/t over 75 metres from near surface. The BNH deposit was discovered in 1851 with a 50kg piece of gold in quartz at surface and has been mined to only 50 metres below surface. HEG plans further drilling to delineate resources beneath the extensive old workings at BNH and adjacent zones.

The Company holds a minimum 85% beneficial interest in the Mining Leases in the Hill End area and the area formerly subject to Exploration Licence 2037, which is now part of Exploration Licence 5868, and holds a 100% interest in all other tenements.

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.

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