



HILL END GOLD LIMITED

ACN 072 692 365

Report for March 2010 Quarter

30 April 2010

ASX Code : HEG

Hill End Project, NSW

- *Quarterly gold production of 986 ounces from 6,309 tonnes at 5.2g/t gold, while developing new production areas.*
- *Underground drilling doubled to 2780m identifying new extensions to existing veinsets.*
- *Underground development for ore block access and stope preparation increased during the quarter.*
- *Three underground diamond drill rigs outline wide ROZ intersections and continue to delineate Hawkins Hill – Reward resources.*
- *Underground development and drilling continues to increase mining blocks.*

Hargraves Project, NSW

- *Detailed logging of drill core identifies extensive gold mineralised Feeder Structures and excellent continuity of the very high grade Feeder Structure / Reef intersections over the strike length of drilling to date.*
- *Wide 20-30m intersections drilled in BN Central zone Feeder Structure.*
- *Previously announced HGD35 at 9000N in the South BNH zone hits bonanza gold grades of 20oz per tonne over 0.8m at 38m (Reef 1) and 8oz per tonne over 3.6m from 107m below surface (Reef 3).*
- *Remarkable continuity of the mineralised zones confirmed in drilling.*

Lak Sao, Laos

- *Lak Sao Mineral Reconnaissance and Exploration Agreement (MREA) pending.*
- *Additional near-production JV projects under review.*

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

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

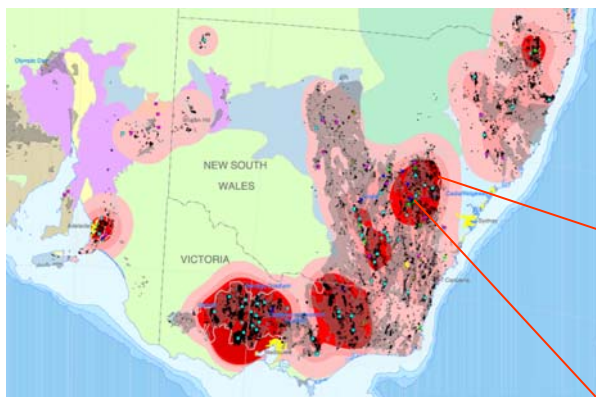
The Hill End Project tenements in New South Wales, Australia cover 1,210 square kilometres including the rich historical Hill End, Hargraves and Windeyer Goldfields, which together were one of the world's richest gold mining areas. Previous underground production from the Hawkins Hill – Reward deposit of over 400,000 ounces, averaged 10 ounces per tonne and large specimens were mined containing up to 3,000 ounces gold.

Underground production started from Hawkins Hill – Reward in 2008 to confirm the continuity and tenor of the high grade quartz vein system and has been successful in outlining resources of 660,000 tonnes at 10.6g/t. Drilling and development continue to assess these resources to support a mine expansion to approximately 40,000 ounces per year.

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.

Hargraves is located 35km north of Hill End and HEG has partly diamond drilled the Big Nugget Hill deposit to a depth of 400 metres with intersections of up to 4.2g/t over 75 metres from near surface and up to 8oz/t over 3.6m at 100m depth. The deposit was discovered in 1851 with a 50kg piece of gold in quartz at surface and has been partially mined to tens of metres below surface. A 12,000 metre drilling program is underway to delineate initial resources for mining.

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.

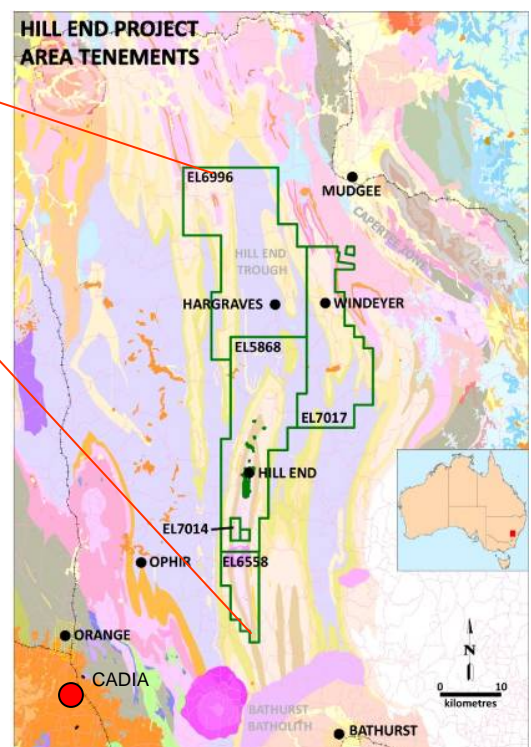


LACHLAN FOLD BELT GOLD ENDOWMENT



GOLD POUR AT HILL END

HILL END/HARGRAVES TENEMENTS ARE IN A PROLIFIC GOLD PROVINCE IN THE LACHLAN FOLD BELT IN NEW SOUTH WALES,



SUMMARY OF QUARTER

During the quarter activities at Hill End continued to be focussed on underground drilling, development and planning. The three main declines along the Mica veinset at 1210N, 1380N and 1555N all commenced advancing through high grade material and preparation was made to stope the high grade M1 zone at the north end of the 640 level.

Given the requirement for additional stope production areas prior to expanding the Hill End project, the focus remains on drilling and development to increase the available mining blocks and to increase the resources.

While increasing the underground mined material to 16,043 tonnes, which is a 5% increase over the previous quarter, the gold output from the predominantly low grade development material was 986 ounces from 6,309 tonnes at 5.2g/t gold.

Up to five diamond rigs worked underground at Hill End with more than a doubling of the drilling to 2780 metres.

Two diamond drill rigs continued on the initial resource delineation for the Hargraves BNH deposit and the second drill program on the BNH Central zone approaches completion with 36 holes drilled for a total of 6292 metres during the quarter. Identification of the controlling features of the high grade mineralisation in the BNH deposit was a major advance during the quarter with detailed core logging and assay returns indicating the continuity of the feeder structure / reef intersections over the strike length of the deposit.

Drilling in the BNH Central zone has indicated that, similarly to the BNH South zone, the Reefs 1 and 3 have remarkable continuity at depths of 50 and 100m respectively, and Reef 5 at approximately 150m below surface is shown to have at least a 200 metre strike extent. The near vertical feeder structures are some metres wide and introduce high grade gold mineralization into the bedded veins adjacent to the dominant Reef positions for some tens of metres, below and on both sides. Parallel feeder structures have also been identified.

As previously announced, the southernmost section in BNH South, has diamond hole HGD35 returning bonanza grade gold assays of 627g/t (20oz/t) over 0.8m, including 1,667g/t over 0.3m at 38m in Reef 1 and 248g/t (8oz/t) over 3.6m, including 2,887g/t over 0.3m at 107m in Reef 3. The Reef 1 and 3 positions have been intersected in most holes over a 300m strike length in the BNH South zone and continue into the BNH Central zone for another 500m.

HAWKINS HILL – REWARD

Mine

Development to increase access to the high grade and wide zones in preparation for expanding the project has been the continued focus of mining activities during the quarter.

Underground development was maintained at a high 704 metres and underground drilling more than doubled to 2790 metres and total material movement from underground increased by 5% to 16043 tonnes over the previous quarter.

Development concentrated on advancing the three main declines from the 640 level to open up high grade M1 and M2 veinset extensions in the Emmetts, Reward and Patriarch areas. In the Emmetts area, some stoping was done in the M1 above the 640 level and preparations were made for the benching of the M1 veinset below the 640 level. Declines on ore were resue mined to provide mill feed which decreased the advance rate.

Diamond drilling focussed on the Central Broad Zone (Patriarch) area above the Amalgamated 640 level

Bulk sampling of the trial wide drive in the Stevens/Calcite position in the Reward Ore Zone at the Reward 755 sublevel was suspended while dewatering drilling was carried out.

The identification of the Reward Ore Zone as the feeder structure for the Reward area gold mineralisation has improved the targeting of the drilling programs and provided greater predictability in mine planning.

The development metres achieved during the quarter.

Vertical	156.7m
Horizontal/decline/incline	547.3m
Total	704m

A major review of the Old Workings data was completed and more accurate outlines have been incorporated into the project database.

The underground drilling and development has identified numerous potential mining blocks to be delineated and accessed in coming months, particularly the southern extensions of the Paxtons and Stevens veinsets to span the 300 metre strike length between the old Hawkins Hill workings and the current Reward workings (1200-1500). In addition, the three main declines have all advanced into high grade areas.

In the M2 1210 decline, a high grade zone was intersected at approximately 1300N with grades up to 10.6g/t diluted over 1.1m coinciding with a 544.9g/t gold intersection over 0.25m in HHUG13. Drilling is about to commence targeting these indications of a high grade shoot below. The 1210 decline face position was at 1400N by the end of the quarter with grade estimates indicating another high grade shoot.

The M2 1380 decline commenced rescue mining at 1440N and has produced moderate to high grade ore and at 1525N continues to display visible gold in the vein. Rich coarse gold at 1517N indicates the presence of another gold shoot above the decline and a ventilation rise from this position will test it. Diamond drilling also indicates high grade gold mineralisation within the M1 in the footwall of the current position, which will be tested with a truck loading bay proposed for 1500 north and with routine sludge hole drilling.

Both the M1 and M2 are being rescue mined in the 1555 decline, which is advancing beneath the high grade M1 being mined on the 640 level. An M1 rise at 1663 north beneath the trench averaged 20.9g/t gold diluted grade over a 1.1m stoping width over a vertical height of 8 metres. The decline face at 1730N produced high grade ore from both M1 and M2 veins and recent sampling of the M2 vein indicates a high grade zone extending north from 1670N for over fifty metres strike. Further rising on the M2 vein is planned to assess the potential for stoping the M2 above the development together with M1. Emmetts cross course is expected to be encountered in the next 20-25m of development.

OUTLOOK

The emerging pattern for the mineable blocks throughout the Reward ore-body, is of a series of mineralised dominant quartz veinsets, which are continuous for over a kilometre of strike, and consist of stacked gold shoots hosted by the veinsets within a well-defined mineralised structural corridor. The high grade blocks repeat periodically along strike and are approximately 150m x 50m in extent. They have sharp boundaries and internal continuity, and step upwards and northwards into the hangingwall. The near-vertical Reward Ore Zone (ROZ) is the main controlling feature for this mineralisation, which has remarkable structural continuity as demonstrated by mining in the Mica veinset over a strike length of more than 950m and for over 700m in the Paxtons vein over a dip length of approximately 250m. An understanding of the controls to the high grade gold shoots within this zone is increasing with continuing drilling, development and stoping.

The increasing production from the Hill End area depends on continued drilling and development, the delineation of mining blocks within the current resources and new resources beyond the current limit of resource drilling.

The following list of ore sources has been compiled:

Mill feed for the next 6 months is planned to be sourced from the following:

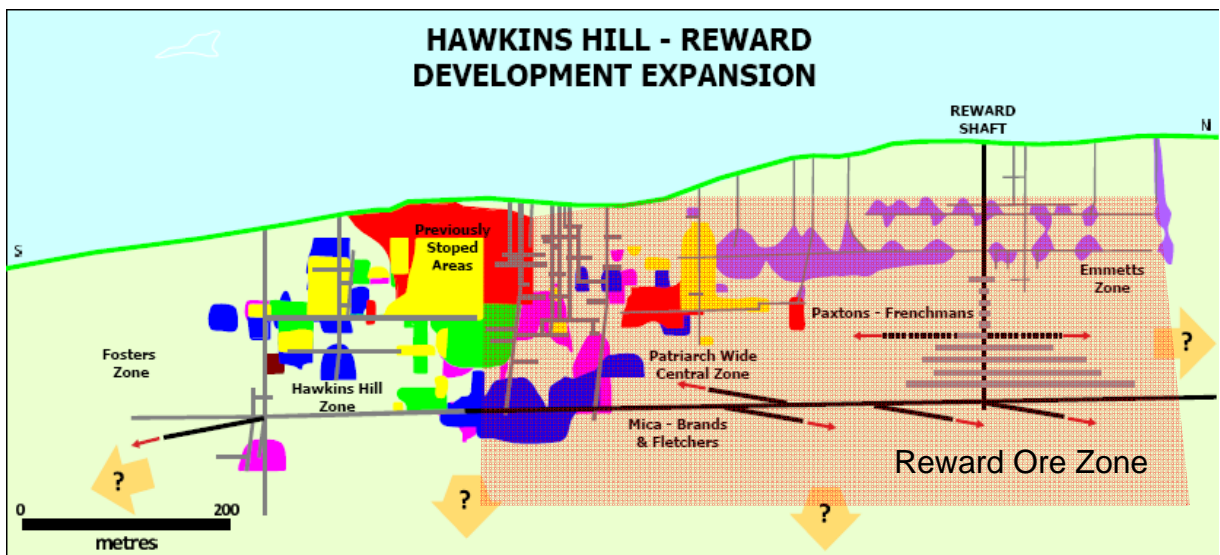
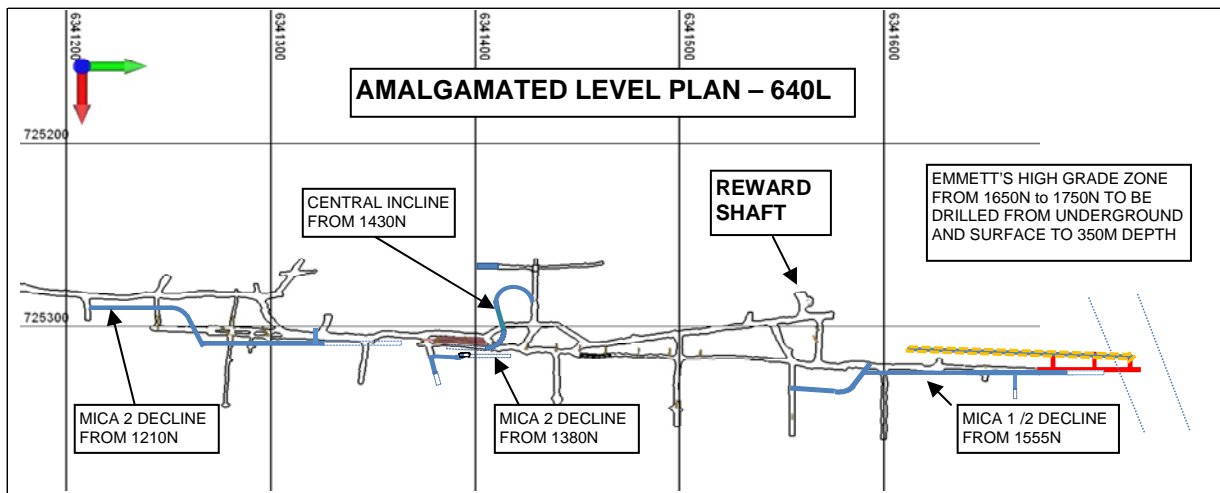
- Below 640 level Mica - 1650-1740N;
- 671-695 level Paxtons - 1400-1450N;
- Above 640 level Paxtons - 1200-1400 (Patriarch);
- 755-780 level Stevens/Calcite/Frenchmans – 1400-1600N;
- 695 level Stevens - 1400-1450N.

Over the next 6 – 12 months continuing delineation of mill feed will target:

- 600-640 level Mica - 1250-1600N to be accessed from 1210 and 1380 declines;
- 700-800 level Paxtons/Stevens/Frenchmans - 1600-1750N (Emmetts);
- 671-750 level Paxtons/Stevens/Frenchmans - 1200-1400N (Patriarch)
- 700-800 level Stevens/Frenchmans - 1300-1500N.

Exploration for ore sources for the next few years will focus on:

- 500-730 level Brands & Fletchers veinset -260-860N from Fosters workings;
- 500-625 level Brands & Fletchers veinset – south of 860N from the Amalgamated access drive;
- 500-625 level Phillipsons/Amalgamated/Brands & Fletchers veinsets - below current workings;
- 500-800 level continuation of rich Beyers & Holtermanns/Krohmanns zones to south;
- 600-840 level continuation of Mica - Frenchmans veinsets 1750N+ north of Emmetts cross course;
- 640-750 level Paxtons/Middle veinsets amongst the old workings;
- 780-840 level Calcite/Frenchmans/Rowleys veinsets 1300-1750+.



Hawkins Hill - Reward underground diamond drilling

Over the course of the quarter there were up to five rigs drilling underground in the Reward deposit for a total of 2780m LTK48 core drilled in 59 holes, including 196m (11 holes) for cover drilling to dewater the old Exhibition workings. This was an increase of 1440m over the previous quarter. The two diesel-driven contract rigs and an air-driven rig have been decommissioned and drilling continues with the company-owned air-driven Kempe and Bazooka drilling rigs.

Reward drilling comprised 59 drill holes of which 18 targeted the Reward Ore Zone in the Reward shaft area, 27 targeted the Central Broad Zone in the Patriarch area on seven sections and 4 targeted the Mica veins below 640 level.

Reward Shaft area

Cover holes in the Reward area successfully located and dewatered the Exhibition shaft workings to enable safe working of the 755 level drive to the north along the ROZ position. This cover drilling intersected abundant visible gold both immediately hangingwall to current development, and towards the old workings. Old Mine Manager's notes from the early 1900's describe an unmined four metre wide zone averaging 25.7g/t gold at 770 level with an eight metre rise showing a 0.45m vein at the top assaying 155g/t gold. This Stevens/Calcite high grade shoot is interpreted to span from the immediate hangingwall of the existing 755 level development to at least the 780 level. The 755 wide trial stope in the Reward Ore Zone in the Stevens/Calcite position was halted temporarily during this dewatering cover drilling the Exhibition workings.

Other cover holes also located high grade extensions to the Frenchmans veinset between 755 and 780 levels, such as HHUG83 with an average grade of 3.55m at 21.8g/t gold.

Reward Ore Zone

Intensive drilling in the Reward shaft workings tested the Reward Ore Zone (ROZ) in the area between the 640 and 780 levels, and from Mica to Calcite and Frenchmans veinsets. The ROZ is a near vertical structure of five to eight metres width that is defined by the presence of an array of ladder vein style quartz/gold, bedded/cleavage veins. While the extent of gold mineralisation within the ROZ is currently being drilled, the structure has significant continuity and has been traced in drilling and outcrop between 1200 – 1700N and from surface to a depth of 250m.

The quartz veins within the ROZ carry gold and some intense gold mineralisation has also been observed in fault breccias. Where the ROZ intersects the dominant veins, such as Mica, Paxtons, and Stevens, the high grade gold mineralisation extends in the bedding direction for ten metres or more up and down dip. The wide ROZ traverses all rock types and may be amenable to bulk stoping.

Central Broad Zone

The ROZ is also the host structure of the Central Broad Zone (CBZ) in the Patriarch area, which has been previously outlined over at least 250 metres strike length, up to 17 metres wide and 30 metre dip extent at an average preliminary grade of approximately 4.2g/t gold. The CBZ is

between the northern extremity of historical workings and the current Reward shaft workings (1200 – 1500N) and during the quarter seven sections were drilled at a nominal 25m spacing along strike.

Between 1210-1400N many holes intersected extensions of the Paxtons veinset that confirmed a high grade zone that may carry high grade mineralisation similar to the Paxtons that was mined between 1500-1700N. The high grade intersections in these holes are between 665 and 710RL are interpreted to be ore blocks with periodic high grade shoots, similar to the what we have previously mined in the Mica and Paxtons veinsets. In addition, the Patriarch Central Broad Zone drilling included excellent intersections in the Stevens veinset at about 700RL in the ROZ position with the associated indicator faulting and mineralised quartz stockwork. Further work is needed to define stoping blocks on Paxtons and Stevens to the south of 1500 on the bottom sub levels.

Extensions to existing resources

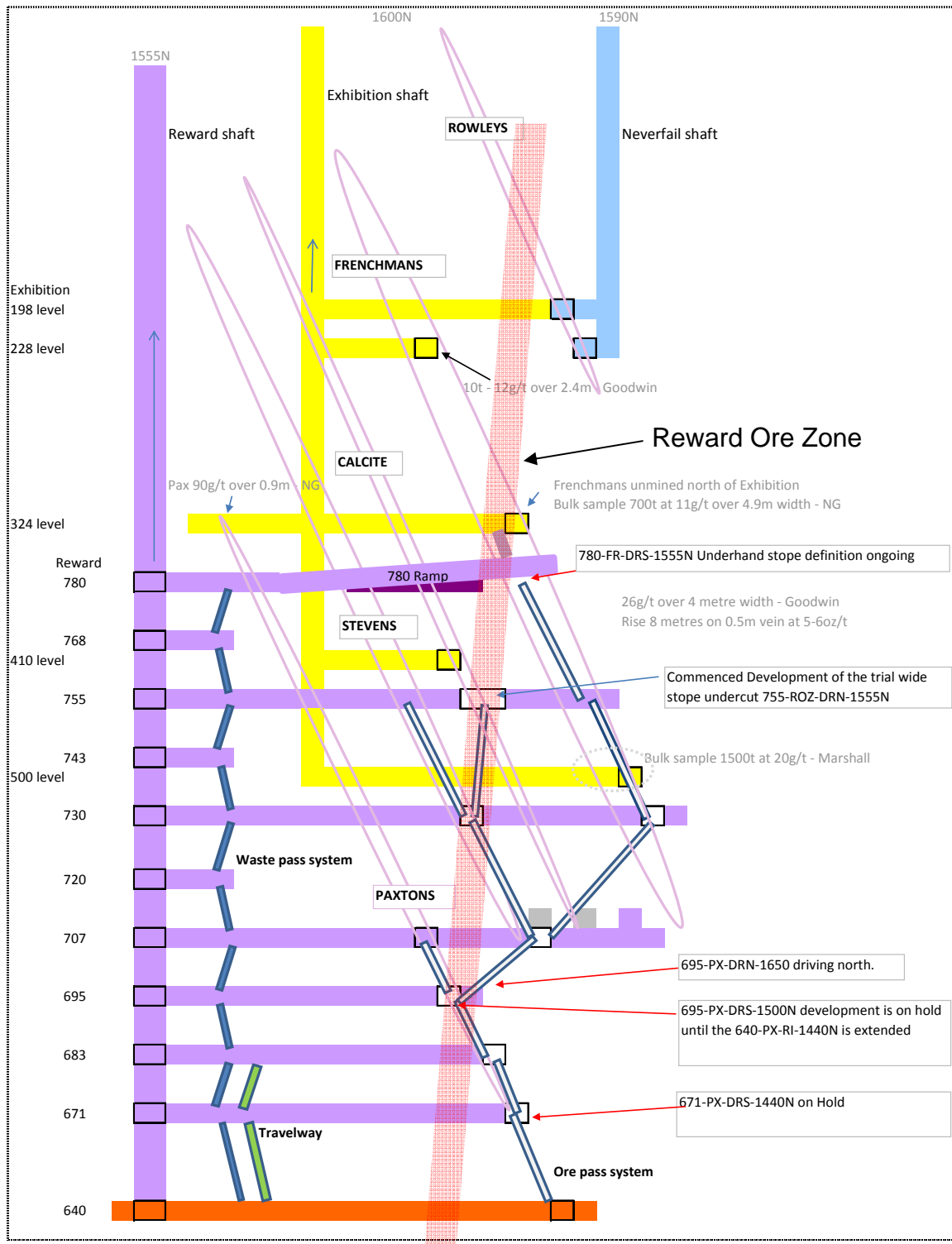
The Hawkins Hill – Reward deposit has not yet been systematically drilled to the north, south and below the existing workings. During the quarter, drilling below the 640 level intersected 710g/t over 0.24m at 43m in a down hole (CZUG34) from the 1210N position. This intersection lies between the Amalgamated and Brands & Fletchers veinsets. Many high grade intersections in these deeper veinsets are to be followed up.

Four down holes drilled from 1555N to test the Mica veinsets ahead of the 1380N decline development. Assay results are pending.

During the quarter drilling commenced to test the Emmetts area from the 640 level. Three holes have been completed and assays are pending. The Emmetts area is to be drilled between 1650N and 1750N above the 640 level to approximately 730RL. Sparse drilling in the area has not yet tested the Emmetts zone and surface drilling is also planned so that this highly mineralised area is drilled out to a depth of approximately 350 metres from surface.

In the coming quarter underground drilling is planned to test:

- 690-720 level Stevens veinset 1410-1445N from 695 level then to north along the level and from the 671 level;
- 600-620 level Mica veinset 1300N below the 1380N decline to follow up a 544.9g/t / 0.25m intersection, which may be the top of a new gold shoot;
- 755-780 Stevens 1500-1550N from 780 level.



REWARD SHAFT CROSS SECTION MINE PLANNING

Processing

The gravity processing plant at Hill End has been operating at levels up to 65 tonnes per 12 hour shift, while maintaining gold recovery at near 95%. The coarse gold mineralisation in the Hill End area requires crushing to less than a millimetre size for almost complete liberation of the gold particles from the waste rock.

The plant has a nominal capacity of approximately five tonnes per hour or 35,000 tonnes per year and an initial design has been completed for upgrading it to process 100,000 tonnes per year at low capital cost. Minimal additional equipment is required for this exercise and the plant footprint will remain essentially the same, however an increase in underground ore production is required.

Elements of the plant expansion may be incorporated into the plant incrementally to improve reliability, gold recovery and reduce costs.

The Hill End production results to end March 2010:

Period	Tonnes Processed	Feed Grade (g/t gold)	Gold Recovery (%)	Gold Produced (oz)	Total Tonnes Mined
Prior July 2008	434	30.9	79.0	341	
July 2008	238	43.9	77.2	259	
August 2008	289	13.3	83.5	103	
September	625	20.4	79.4	326	1325
October 2008	533	24.2	78.5	326	1286
November 2008	564	15.8	81.6	233	1897
December 2008	675	30.5	97.4	643	1264
January 2009	712	13.6	97.6	289	1489
February 2009	1555	14.9	97.9	729	1637
March 2009	1975	18.7	94.8	1112	2684
April 2009	2067	12.5	95.7	791	2818
May 2009	1291	11.1	97.7	450	2352
June 2009	2067	10.0	95.8	610	3041
July 2009	2203	9.2	92.7	600	3367
August 2009	1774	9.0	94.7	484	3112
September	1696	10.1	95.5	527	3058
October 2009	2000	9.7	95.5	595	4719
November 2009	2372	9.4	92.6	664	5308
December 2009	1900	4.3	95.6	251	5365
January 2010	1825	3.1	90.6	170	5303
February 2010	2160	2.6	90.5	170	4778
March 2010	2324	9.1	95.0	647	5962
Project Total	31279	11.2	91.8	10320	60763

Plant throughput figures quarter on quarter:

	Total ore (dry tonnes processed)	Plant throughput rate (tonnes per hour)	Mill availability (%)	Gold Produced (oz)
Quarter ending 30 Dec 2009	6272	4.2	73% ¹	1511
Quarter ending 31 Mar 2010	6309	4.4	71% ¹	986
+/- %	+ 1%	+5%	-3%	-35%

¹ Excludes four days.

SCANDINAVIAN

No work was undertaken in the Scandinavian area during the quarter.

Drilling from the Reward 640 level north drive is planned to test the Frenchmans – Mica veinsets that have been intersected in drilling at the north end of the Scandinavian area.

The high grade Mica mineralisation in the Emmetts zone at the north end of the Reward area confirms the continuity of the high grade portion of the Hawkins Hill – Reward deposit to at least the crosscourse position. The north drive is now stopped pending additional drilling, above and below the 640 level in the Emmetts zone at the north end of the Reward area, which is to outline the extent of the new high grade mineralisation, and to do further drilling in the Scandinavian zone.

RED HILL

No drilling was carried out during the quarter.

TAMBAROORA

No drilling was carried out during the quarter.

GERMANTOWN

No drilling was carried out during the quarter.

HARGRAVES

At Hargraves, a 12,000 metre diamond and reverse circulation drilling program of the Big Nugget Hill (BNH) deposit is underway to drill out the BNH South and BNH Central areas for a maiden resource. Drilling on the Central area is at 25m section lines to ~150m depth to provide sufficient data density for resource estimation and additional drilling has followed the BNH structure along strike to the south at 50m section spacing, with a hole to 400m every 100m.

Diamond drilling at Hargraves for the quarter totalled 6292.3 metres of HQ3 core in 36 holes on the BNH Central area.

Six holes remain to complete our second drilling program for the Central BNH zone (9450N – 9850N) maiden resource and additional holes are under review to extend the main zone of mineralisation.

Excellent detailed logging of the drill core has identified the Feeder Structures carrying the gold over the strike length (1000m) and depth (400m) of drilling to date.

Sufficient drilling has now been completed in the BNH Central zone for the geological model of the mineralisation to be developed and like the southern zone, again indicates

remarkable continuity in Reefs 1, 3 at about 50m and 100m depth. Reef 5 has also been intersected at approximately 150m below surface and has at least a 200 metre strike extent.

The near vertical Feeder Structures are some metres wide and introduce high grade gold mineralization into the bedded veins for some tens of metres below the dominant Reef position and on both sides. Parallel feeder structures have also been identified.

The mineralisation model is of a 40 metre wide zone along the axis of the BNH anticline where bonanza grade zones are located at the intersection of well developed bedded reefs with major feeder structures. The bedded veins are continuous for over a kilometre to date and the dominant Reefs intersected to date (Reefs 1, 3 and 5) are flat lying and occur at approximately 40-50m intervals down the BNH structure. The feeder structures are interpreted to link Reefs 1, 3 and 5 together and continue at depth.

Recent holes, HGCD11-9600N and HGCD20-9725N, have targeted the Feeder Structure/Reef position and have intersected quartz veining with visible gold over long intersections, with HGCD11 returning 1.7g/t over 50.4m (including 4.7g/t gold over 13.9m) from 110m downhole and HGCD20 showing very abundant gold at 83m in the Reef 3 position and at 126m in the Reef 5 position and scattered visible gold throughout. Assays are awaited for HGCD20.

At the southernmost sections in the BNH South zone high grade intersections in drill holes HGD38, 39 and 41 have confirmed continuity of some fifty metres to the south of the previously announced high grade HGD35 results of 627g/t (20oz/t) over 0.8m, including 1,667g/t over 0.3m at 38m (Reef1), and 248g/t (8oz/t) over 3.6m, including 2,887g/t over 0.3m at 107m (Reef 2).

Further drilling is required to outline the extent of this new high grade zone at 9000N

The Company holds 100% of the Hargraves Exploration Licence (EL6996), which is located approximately 35 kilometres north of Hill End, and is an historical goldfield containing a series of parallel, north-striking structurally controlled zones of gold mineralisation.

The BNH deposit is the site of Australia's earliest gold reef mining in 1851, when large pieces of gold in quartz, containing up to 1,546 ounces, were discovered in quartz vein outcrops. Rich alluvial deposits were also mined in the nearby Louisa, Daly and Meroo Creeks and many large nuggets were found up to 2,680 ounces of gold.

The BNH structure is over four kilometres in length and only the central part of about 1,500 metres strike has been mapped and partially drilled by Hill End Gold and previous explorers. The target scope for the Hargraves project is over 10 million tonnes at 4-5g/t gold.

WINDEYER

The Company holds 100% of Exploration Licence (EL7017) over the historic Windeyer goldfield area, which is adjacent to the Hargraves and Hill End goldfields and is located on a mineralised structure parallel and to the west of the mineralised Hill End Anticline.

Windeyer has a number of historically rich hardrock deposits and during the 19th century rich alluvial deposits were also mined in Clarkes Creek, which rises in the Boiga Mountain area, which is also covered by EL7017.

NSW UNDERCOVER – MURRAY RIVER AREA

The company has 100% ownership of granted Exploration Licences (EL6905, 6906, 7124, 7125, 7127 and 7298) in the Barham - Swan Hill area of New South Wales. The Barham area tenements are interpreted to cover the extension of the gold rich Bendigo Zone into New South Wales from Victoria, where the Department of Primary Industries have identified potential of 70 million ounces of gold beneath shallow sediments, in addition to the 50 million ounces already mined from the zone.

Combining the results of detailed gravity and magnetic surveys suggests an underlying granitic intrusion reacted with the overlying Devonian units resulting in a skarn or breccia pipe. Subsequent erosion of the altered surface produced a depression that, when filled with Tertiary sediments, produced a gravity low over the feature.

Several anomalies of similar signature occur within the tenements, which are to be assessed prior to drilling.

LAOS

The Lak Sao Project application in Laos for a Mineral Reconnaissance and Exploration Agreement application remains at pending status. Hill End Gold is in discussion with parties with mineral interests adjacent to the application area and other parties with advanced projects in Laos

The Lak Sao Project area of approximately 2,000km² is located in the Bolikhamxay Province in Central Laos between the Mekong River and the Vietnam border. The area is approximately 100 kilometres north of the Sepon copper-gold project, operated by OZ Minerals Limited, in the Truongson Belt.

Previous prospecting has identified numerous precious and base metal occurrences in outcrop and in stream sediment dispersion haloes. Controlled artisanal gold mining of a moderate scale is underway on a small tenement excised from the tenement application.

Hill End Gold has a 51% interest in the Lak Sao Project with Mekong Resources Pty Ltd.

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 employee of the company. Mr Bruce is Fellow of the Australasian Institute of Mining and Metallurgy and 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.

Yours faithfully



Philip Bruce
Managing Director

Attached: Significant Drillhole Assay Results for Hargraves

Significant Drillhole Assay Results for Hargraves

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGCD04	730494	6369540	-72°	259	200.7	26.96	27.02	0.06	84.72
						155.19	155.26	0.07	46.72
HGCD06	730491	6369568	-73°	259	181.5	145.30	145.38	0.08	8.76
HGCD07	730523	6369556	-75	259	207	27.80	27.93	0.13	4.67
						43.12	43.42	0.3	5.3
						47.10	47.3	0.2	2.84
						50.67	51.6	0.93	1.29
						64.08	64.26	0.18	1.81
						65.60	65.9	0.3	94.45
						82.08	82.38	0.3	1.82
						82.60	83	0.4	4.53
						83.80	84	0.2	1.72
						91.38	91.6	0.22	2.85
						91.97	92.29	0.32	2.32
						92.29	92.4	0.11	7.68
						97.64	97.82	0.18	1.15
						99.36	99.66	0.3	3.51
						103.01	103.13	0.12	3.05
						112.49	112.8	0.31	3.39
						115.70	115.92	0.22	1.41
						146.63	147	0.37	41.01
						147.00	147.27	0.27	7.54
						147.80	148	0.2	11.95
148.92	149.06	0.14	1.67						
149.80	150.05	0.25	6						
153.10	153.14	0.04	1.67						
197.86	198.17	0.31	2.08						
198.85	198.99	0.14	4.42						
HGCD08	730491	6369568	-80°	259°	180.2	43.16	43.25	0.09	4.57
						47.34	47.49	0.15	10.65
						86.77	87.2	0.43	2.13
						87.90	88.2	0.3	14.9
						89.14	89.47	0.33	1.04
						106.30	106.4	0.1	9.73
						109.12	109.26	0.14	1.23
						110.20	110.3	0.1	6.39
						114.70	114.8	0.1	1.28
						142.51	142.7	0.19	11.85
142.92	143.2	0.28	1.46						

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGCD08 (cont)						143.20	143.54	0.34	4.46
						143.54	144	0.46	1.27
						144.00	144.4	0.4	3.32
						144.70	144.8	0.1	1.27
						154.80	154.9	0.1	43.97
						156.20	156.42	0.22	3.27
						158.51	158.68	0.17	1.1
						164.28	164.38	0.1	2.85
						167.09	167.19	0.1	1.31
						167.32	167.47	0.15	9.64
						170.36	170.5	0.14	3.51
						179.37	179.45	0.08	3.86
HGCD10	730520	6369576	-75°	267°	207.2	10.36	10.42	0.06	7.02
						28.80	29.1	0.3	3.87
						33.73	33.94	0.21	1.76
						43.25	43.48	0.23	7.78
						43.48	43.75	0.27	1.88
						43.75	44.1	0.35	1.76
						60.90	61.13	0.23	5.99
						64.92	65.13	0.21	5.11
						70.40	70.66	0.26	1.24
						70.66	70.9	0.24	1.63
						74.20	75	0.8	1.39
						85.00	85.35	0.35	2.62
						85.85	86.15	0.3	4.63
						86.15	86.37	0.22	10.6
						90.80	91.15	0.35	1.99
						102.00	102.16	0.16	1.4
						105.37	105.7	0.33	11.65
						116.20	116.37	0.17	1.93
						120.33	120.6	0.27	2.54
						127.70	127.85	0.15	1.41
						135.87	136.1	0.23	2.27
						140.83	141.2	0.37	14.15
						141.50	141.62	0.12	11.3
						142.20	142.39	0.19	3.28
145.78	145.98	0.2	1.95						
152.00	152.27	0.27	1.05						
154.09	154.28	0.19	13.4						
156.55	156.76	0.21	1.49						
165.22	165.49	0.27	2.2						
169.00	169.22	0.22	1.85						
174.13	174.41	0.28	1.07						

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGCD10 (cont)						185.51	185.77	0.26	5.87
						190.60	190.82	0.22	5.04
						198.77	199.01	0.24	5.52
						199.96	200.15	0.19	18.7
						206.10	206.34	0.24	1.06
HGCD11	730484	6369604	-80°	259°	198.4	35.14	35.27	0.13	1.44
						35.47	35.72	0.25	1.53
						52.61	52.9	0.29	9.19
						60.10	60.23	0.13	31.34
						68.70	68.93	0.23	5.34
						69.50	69.77	0.27	10.17
						86.05	86.25	0.2	1.55
						86.25	86.41	0.16	2.45
						92.73	92.85	0.12	2.31
						93.95	94.2	0.25	1.64
						110.45	110.75	0.3	1.77
						110.75	111	0.25	15
						111.00	111.3	0.3	62.1
						111.90	112.2	0.3	1.84
						114.30	114.6	0.3	3.46
						114.60	114.9	0.3	1.45
						114.90	115.2	0.3	7.33
						115.20	115.54	0.34	13.5
						116.70	116.83	0.13	1.71
						117.60	117.9	0.3	2.08
						121.07	121.37	0.3	72.72
						121.37	121.67	0.3	8.28
						121.67	122	0.33	3.89
						123.70	124	0.3	6.44
						124.00	124.3	0.3	10.85
						129.00	129.3	0.3	1.3
						130.50	130.8	0.3	12.7
						134.90	135.2	0.3	3.24
138.50	138.8	0.3	1.15						
138.80	139	0.2	9.97						
145.50	145.8	0.3	2.1						
145.80	146.1	0.3	1.35						
146.70	147	0.3	1.42						
150.10	150.4	0.3	1.73						
153.58	153.76	0.18	1.58						
154.25	154.44	0.19	2.7						
155.90	156	0.1	3.73						

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGCD11 (cont)						157.37	157.67	0.3	1.28
						158.79	159.03	0.24	2.35
						160.57	160.86	0.29	15.6
						167.11	167.22	0.11	24.49
						167.94	168.08	0.14	1.55
						173.09	173.21	0.12	12
						178.30	178.44	0.14	1.5
						179.65	179.74	0.09	1.55
						181.67	181.96	0.29	15.2
						181.96	182.33	0.37	2.84
						184.04	184.32	0.28	3.15
						188.34	188.5	0.16	4.12
						193.76	193.88	0.12	1.89
						HGCD13	730474	6369645	-75°
109.95	110.2	0.25	28.91						
110.20	110.45	0.25	6.78						
113.23	113.53	0.3	1.52						
119.40	119.7	0.3	2.74						
130.87	131.12	0.25	2.69						
134.20	134.6	0.4	5.93						
136.36	136.72	0.36	6.28						
138.60	138.77	0.17	2.47						
170.86	171.06	0.2	1.32						
HGCD15	730457	6369733	-76°	259°	210.2	76.46	76.72	0.26	2.16
						76.94	77.01	0.07	7
						79.49	79.64	0.15	1.33
						88.63	88.83	0.2	2.47
						91.40	91.67	0.27	2.59
						99.87	100.13	0.26	1.94
						107.38	107.63	0.25	1.47
						108.02	108.12	0.1	26.72
						109.04	109.16	0.12	2.03
						113.67	113.9	0.23	8.76
						122.44	122.62	0.18	5.45
						137.24	137.51	0.27	1.36
						145.73	145.88	0.15	1.27
						154.18	154.29	0.11	1.48
						171.10	171.2	0.1	5.58
						191.43	191.59	0.16	1.23
193.21	193.51	0.3	4.06						
194.42	194.68	0.26	2.42						

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGCD16	730484	6369602	-71°	259°	204.1	33.10	33.31	0.21	3.24
						97.73	97.83	0.1	4.51
						101.96	102.08	0.12	1.03
						108.62	108.71	0.09	1.98
						109.38	109.58	0.2	1.38
						110.88	111.15	0.27	9.09
						121.38	121.47	0.09	4.28
						131.20	131.32	0.12	1.88
						131.49	131.74	0.25	2.04
						134.36	134.47	0.11	2.12
						146.67	146.8	0.13	1.93
						148.36	148.44	0.08	1.87
						152.01	152.11	0.1	2.55
						154.77	154.95	0.18	2.25
						159.12	159.26	0.14	1.57
						165.09	165.31	0.22	2.04
						169.49	169.77	0.28	1.88
						173.18	173.34	0.16	1.35
						175.49	175.6	0.11	8.87
						181.16	181.29	0.13	4.14
192.88	193.11	0.23	2.57						
193.26	193.4	0.14	1.25						
195.38	195.48	0.1	1.2						
HGCD19	730520	6369575	-62°	259°	72	21.48	21.8	0.32	1.57
						56.47	56.7	0.23	1.81
						58.61	58.84	0.23	1.39
HGCD22 incomplete	730507	6369722	-61°	259°	161	45.00	45.15	0.15	9.57
						73.87	74.1	0.23	5.97
						81.50	81.69	0.19	1.36
						84.00	84.42	0.42	5.56
						85.00	85.19	0.19	13
88.20	88.38	0.18	1.87						
HGD39	730469	6368967	-55°	79°	185.6	97.36	97.46	0.1	1.26
						109.30	110.84	1.54	2.52
						111.25	111.36	0.11	3.85
						117.12	117.2	0.08	1.62
						123.90	123.96	0.06	1.66
						136.50	136.82	0.32	9.04
143.30	143.7	0.4	4.72						

Hole Number	MGA Easting	MGA Northing	Dip (°)	Azimuth MGA	Total Depth (m)	From (m)	To (m)	Interval (m)	Assay (g/t gold)
HGD39 (cont)						146.35	146.55	0.2	13.7
						148.77	149.07	0.3	8.85
						150.20	150.55	0.35	1.25
HGD40	730600	6368948	-69°	259°	171.8	70.52	70.9	0.38	3.37
						71.80	72.05	0.25	12.65
						74.16	74.4	0.24	1.17
						94.36	94.72	0.36	75.24
						119.75	120.05	0.3	1.16
						125.40	125.7	0.3	3.07
						139.58	139.69	0.11	2.98
						146.33	146.43	0.1	1.95
						148.39	148.48	0.09	1.46
						151.15	151.25	0.1	1.9
						152.56	152.69	0.13	7.88
						154.13	154.27	0.14	4.06
						156.53	156.66	0.13	3.09
						156.84	156.93	0.09	9.6
						161.37	161.55	0.18	1.13
163.20	163.32	0.12	1.08						
HGD41	730582	6368950	-72°	259°	155.5	35.91	36.3	0.39	40.65
						39.60	39.94	0.34	2.53
						39.94	40.18	0.24	1.57
						41.43	41.53	0.1	2.52
						61.38	61.7	0.32	4.75
						61.70	62	0.3	3.73
						62.41	62.58	0.17	1.33
						63.95	64.08	0.13	2.32
						69.56	69.64	0.08	2.15
						72.89	73.08	0.19	9.78
						79.57	79.8	0.23	2.69
						84.37	84.55	0.18	1.11
						114.80	115.1	0.3	2.22
						115.10	115.45	0.35	1.7
						117.95	118.3	0.35	2.44
118.30	118.6	0.3	1.08						
124.90	125.17	0.27	2.12						
125.17	125.48	0.31	6.1						
131.41	131.54	0.13	5.95						
151.74	151.84	0.1	1.44						
153.10	153.21	0.11	11.45						

Samples from Hargraves Surface are half HQ diamond core.

Gold analysis by Accelerated Cyanide Leach Technique (Leachwell) by SGS Townsville, Queensland Australia.

Only assay values over 1g/t Au have been shown.