
Drilling program continues at Hill End

16 August 2005

ASX Code : HEG

A follow up diamond drilling program has started to infill and extend the Reward mineralisation at Hill End, New South Wales, where drilling to date has indicated a strike length of 370 metres with a target scope of 500,000 – 1,000,000 tonnes at an average grade between 10 and 20 g/t.

The Reward area mineralisation is a northern extension of the very high grade Hawkins Hill deposit, which produced a reported 425,000 ounces at a grade of approximately 300 g/t.

These next four holes for 1,100 metres of drilling will be completed by the end of September.

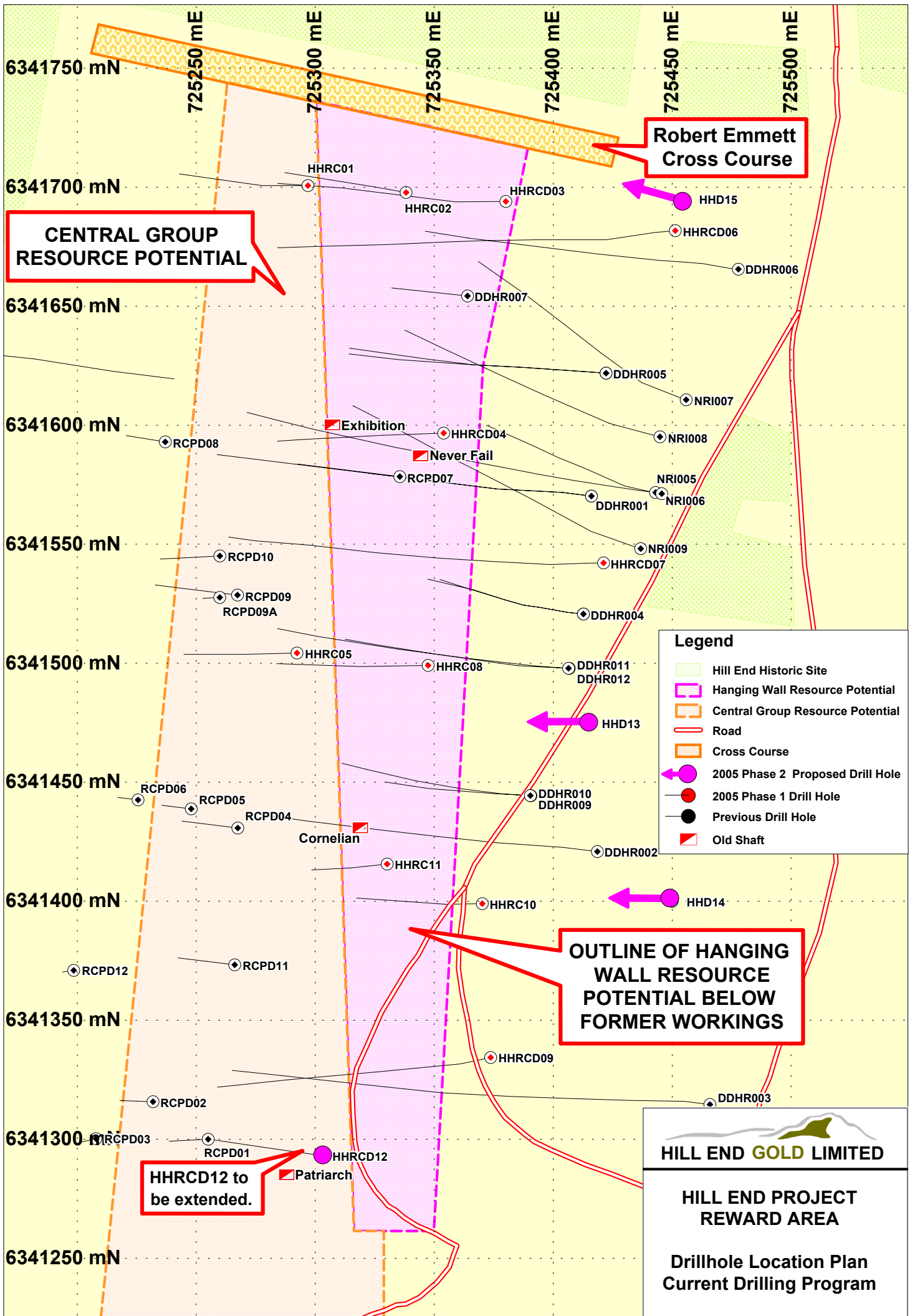
Previous drilling at Reward has intersected visible gold zones and associated mineralisation at the expected locations of the hanging wall veins. These contain coarse gold associated with minor sulphide material with individual veins assaying up to 208g/t over 0.9 metres and strongly mineralised veins of up to 10 metres wide carrying 1g/t. The intersections are downdip extensions of the Frenchmans vein, Cross' vein and Suttors' Blow which were reported to have, respectively, 26g/t over 4.0 metres width, 90g/t over 0.9 metre and 12g/t over 2.4 metres at the base of historical mining.

There has been almost no mining on the Reward mineralisation beyond the current extent of drilling and it has been identified that the Reward deposit is likely to extend for at least an additional 500 metres to the north.

The now-established geological model for the Reward deposit is that it is a continuous series of en echelon veins with linking stockwork mineralisation within the broad north-striking structural corridor, which contains the majority of high grade gold mineralisation at Hill End.

The structural corridor is the main controlling feature for high grade mineralisation and extends for tens of kilometres along strike. There are outcropping high grade deposits such as Hawkins Hill, Reward, Golden Mile and Red Hill where slaty stratigraphy, which hosts the rich bedded vein deposits, intersects the structural corridor. It is believed that further deposits occur down plunge and down structure of these outcropping deposits with the Hill End system hosting multiple million ounce deposits.

For further information : Philip Bruce 0412 409555 - Reward drilling plan attached



CENTRAL GROUP RESOURCE POTENTIAL

Robert Emmett Cross Course

- Legend**
- Hill End Historic Site
 - Hanging Wall Resource Potential
 - Central Group Resource Potential
 - Road
 - Cross Course
 - 2005 Phase 2 Proposed Drill Hole
 - 2005 Phase 1 Drill Hole
 - Previous Drill Hole
 - Old Shaft

OUTLINE OF HANGING WALL RESOURCE POTENTIAL BELOW FORMER WORKINGS

HHRCD12 to be extended.


HILL END GOLD LIMITED
HILL END PROJECT REWARD AREA
Drillhole Location Plan
Current Drilling Program