



HILL END GOLD LIMITED

ACN 072 692 365

16 May 2011

Company Announcements Office
Australian Stock Exchange
20 Bridge Street
SYDNEY NSW 2000

ASX: HEG

Attention: Ms Emma Badhni

Successful Completion of Capital Raising

Hill End Gold Limited (ASX:HEG) is pleased to announce that it has successfully completed a share placement to sophisticated investors to raise A\$2.43 million through the issue of 44.16 million shares at 5.5 cents per share ('Placement Share').

Each Placement Share has an attached 1:2 option, exercisable at 10 cents per share at any time up to three years from the expected allotment date of 24 May 2011.

The funds will be utilised towards the timely progression of the Company's strong forward drilling programs to assess the open pit potential at both the Hargraves and Red Hill Projects. In addition the funding will ensure the completion of a significant scoping study at the Hill End Project into underground development of the Hawkins Hill-Reward Deposit using low cost bulk mining methods.

HEG Managing Director Philip Bruce said, "This equity raising will allow us to capitalise on opportunities highlighted by the significant exploration success we have so far achieved at the Hargraves, Hill End and Red Hill Projects.

We have a solid capital management plan in place of which capital raising initiatives are an integral part. The strong support we have received from investors demonstrates confidence in our strategy of proving up of a large resource base with a near term target of one million ounces to form the basis for profitable production on a significant scale."

Martin Place Securities Pty Ltd and Cygnet Securities Australia Pty Ltd acted as joint Lead Managers on the transaction.

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Notice pursuant to section 708A(5)(e) of the Corporations Act 2001 (Cth)

In accordance with the requirements with the section 708A(5)(e) of the Corporations Act 2001 (Cth) ('the Act') under which this notice is given, the Company confirms that:

- 1 The Company issued the Shortfall Shares without disclosure to the investors under Part 6D.2 of the Act.
- 2 As at the date of this notice, the Company has complied with:
 - 2.1 the provisions of Chapter 2M of the Act as they apply to the Company; and
 - 2.2 section 674 of the Act.
- 3 As at the date of this notice, there is no information:
 - (a) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (b) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - (i) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (ii) the rights and liabilities attaching to the ordinary shares of the Company,

to the extent to which it is reasonable for investors and their professional advisers to expect to find the information in a disclosure document.

Yours faithfully



Philip Bruce
Managing Director