

Re-estimate of Resources at Hargraves follows gold price increase and additional drilling  
**DRAMATIC 140% INCREASE IN INDICATED RESOURCES LEADS TO OPEN PIT PRE-FEASIBILITY STUDY**

## COMPANY FACTS

Listed on the Australian Securities Exchange

ASX Code: HEG

Focus: Gold exploration in the Hill End region of central New South Wales

Key Projects: Hill End, NSW; Hargraves, NSW; Lak Sao, Laos

Ordinary Shares: 485.8 million

Options: 49.5 million

Market Capitalisation (as at 6/10/11):  
Approximately A\$16 million

52 week high = 11.0 cents

52 week low = 3.0 cents

Cash (as at 30/06/11):  
Approximately A\$3.0 million



Hill End Gold Limited is a gold exploration and development company with the goal of becoming a mid-tier gold producer based on its projects at Hill End and Hargraves, and through the acquisition of high potential projects.

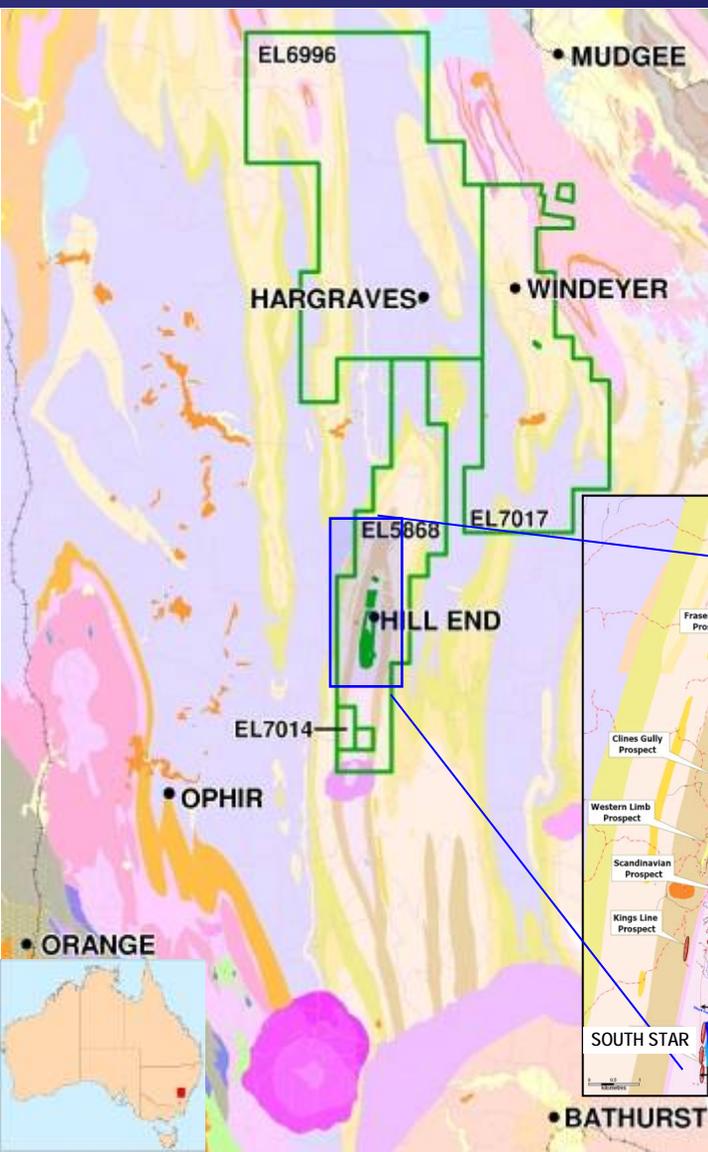
The Company's Hill End and Hargraves gold projects are based in the historically gold-rich region of the Lachlan Fold Belt in central New South Wales. Gold resources outlined on these projects currently total 557,000 oz.

The Company's development strategy for the Hill End and Hargraves Projects is commence profitable gold production in the near term, while continuing to increase the resource inventory to one million oz. The targeted resource potential for the combined project tenements is 4-5 million oz.

The HEG Board and Management have an excellent track record in building and operating significant projects and companies in Australia and overseas.

## KEY INVESTMENT HIGHLIGHTS

- Large tenement holdings in a proven yet underexplored gold region
- Focused strategy towards medium-term development and profitable production
- Sizable and expanding JORC resource base
- Advanced understanding of gold mineralisation controls
- Experienced and proven Board and management team



## Hill End Project, NSW

The Hill End Project is located approximately 50 kilometres north of Bathurst in central New South Wales and was the focus of rich widespread goldmining in the 19<sup>th</sup> century.

Hill End Gold owns a minimum of 85 per cent of the area formerly subject to EL2037 (South Star to Red Hill and including the Mining Leases), and 100% balance of EL5868.

The total Hill End Project mineral resources at October 2011 were 336,000 oz of gold, including 900,000 tonnes at 8.6g/t in the Hawkins Hill-Reward deposit.

Hill End Gold has built up its gold resources at Hill End through surface and underground drilling, and underground mining and processing of 35,000 tonnes at 11g/t from the Reward deposit.

This bulk sampling demonstrated the continuity of the mineralisation and the mining and processing parameters. The gold is easily gravity recoverable with 95% recovery at a fine crush size.

Studies are proceeding to outline a larger project based on the Hawkins Hill – Reward Deposit, using bulk mining, optical sorting and tailings backfill.

The application of bulk mining and selective processing criteria combined with additional drilling on the Hawkins Hill – Reward Deposit and Red Hill Deposit is expected to significantly increase resources and lead to near-term development.

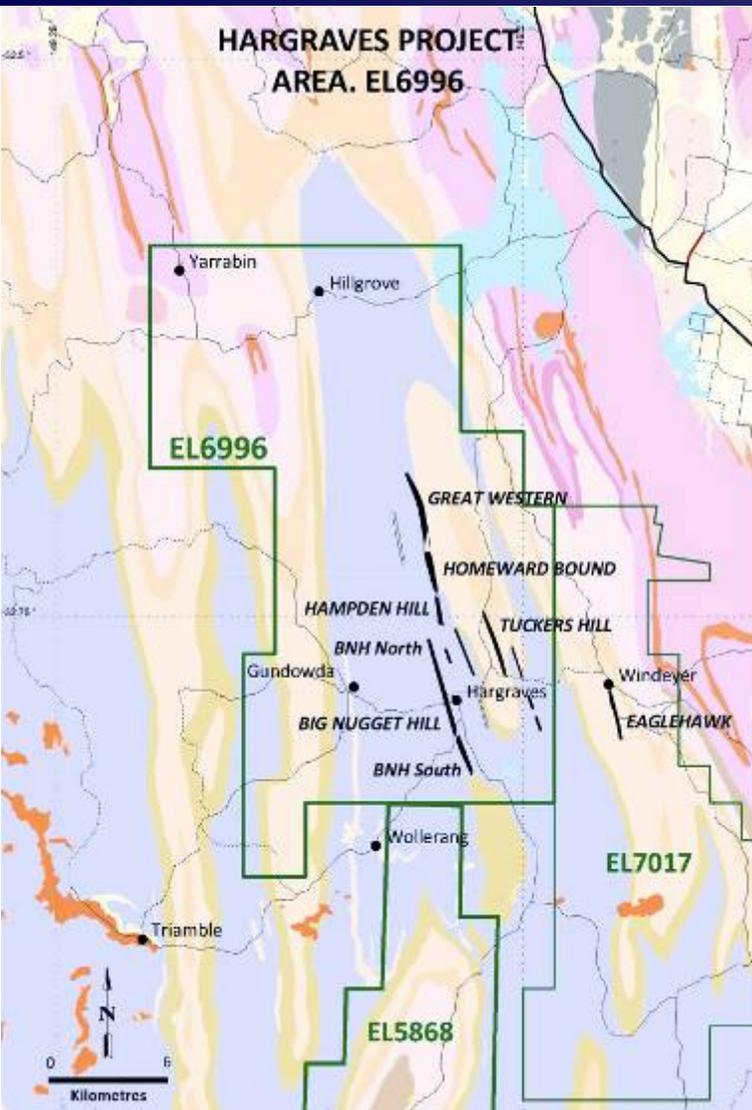
HEG Resource Summary		Tonnes	Grade g/t gold	Contained gold oz
<b>Hargraves</b>				
Big Nugget Hill	Indicated	1,262,000	3.5	143,000
	Inferred	944,000	2.6	78,000
	Sub-total	2,206,000	3.1	221,000
<b>Hill End</b>				
Hawkins Hill – Reward	Measured	77,400	11.3	28,100
	Indicated	180,400	6.5	37,700
	Inferred	642,200	8.8	181,000
	Sub-total	900,000	8.6	246,800
Red Hill	Inferred	849,000	3.3	89,200
<b>Total Hill End and Hargraves</b>	<b>Total</b>	<b>3,955,000</b>	<b>5.4</b>	<b>557,000</b>

## Strategy for the Hill End and Hargraves Projects

- Continue to upgrade Inferred Resources to Indicated category.
- Complete pre-feasibility studies and commence profitable mining at a significant scale.
- Increase combined gold resources from the current 557,000 ounces to over one million ounces.
- Add to mineable gold projects on 860 square kilometres of mostly wholly-owned tenements over three prolific historical goldfields.

Cut off grades: Big Nugget Hill : 0.5 g/t gold per block and inverse distance squared grade interpolation.  
 Reward : 1 g/t gold over minimum horizontal width of 1.1 metre and an inverse distance squared grade interpolation.  
 Red Hill : 1 g/t gold over minimum horizontal width of 0.8 metre.

Big Nugget Hill estimate dated October 2011; Hawkins Hill – Reward dated November 2010; Red Hill dated October 2009.  
 Numbers include insignificant rounding errors.



## Hargraves Project, NSW

The wholly-owned Hargraves Project is located on EL6996 approximately 35 kilometres north of Hill End.

The Project covers multiple parallel gold-mineralised structures with historical gold production across a mineralised trend of four kilometres width which have had little modern exploration.

Focus is on outlining a mineable resource at the Big Nugget Hill Deposit and with an increasing gold price, additional drilling and improved confidence in the continuity of the gold mineralisation, Hill End Gold has recently announced a dramatic 140% increase in Indicated Resources to 143,000oz, mostly to 150m depth.

This increase is leading to a pre-feasibility study to determine the open pit reserves for the Deposit, which has a current total combined Resource of 221,000oz.

Further near-surface Resources are expected from drilling, surface sampling and infill assaying of existing drill holes.

Significant potential exists for increasing and upgrading the Hargraves Resources: in the Big Nugget Hill structure; the recently discovered Gundowda Shear Zone; and in the multiple, geologically similar structures in the project area.

### Other Hill End Gold Projects

#### Windeyer, NSW

Hill End Gold is the 100 per cent holder of Exploration Licence 7017 over the Windeyer historic goldfield area, which is located on a mineralised structure parallel and to the east of the mineralised Hill End Anticline.

Mapping and sampling is being undertaken currently to explore mineralisation similar to that at the Hill End and Hargraves tenements.

#### Murray Basin, NSW

Hill End Gold holds Exploration Licences 7124 and 7125 which are located in the Swan Hill – Barham area of New South Wales covering part of the interpreted extension of the rock units that host the gold deposits of Bendigo.

Many geophysical targets have been identified for further work.

#### Lak Sao, Laos

The Lak Sao Project application area is located in the Bolikhamxay Province in Central Laos, approximately 100 kilometres north of the Sepon copper-gold project operated by MMG.

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

Other opportunities to explore and develop a significant project in Laos are under review.



## Board and Management

### Denis Clarke – Chairman

Denis Clarke has over 40 years experience in senior technical, financial and corporate positions in the mining and exploration industry in Australia and overseas.

Dr Clarke, who holds a Ph.D. (Geology) from Stanford, played a significant role in the extraordinary growth of Plutonic Resources Limited, which developed into one of Australia's largest gold producers.

### Philip Bruce – Managing Director

Philip Bruce is a mining engineer with over 30 years mining industry experience in Australia, South Africa and Indonesia in gold, platinum and base metals operations, development and senior corporate management.

He was the CEO of PT BHP Indonesia and has been a director of Buka Minerals Limited, Ausmelt Limited and Managing Director of Triako Resources Limited. He was General Manager - Development with Plutonic Resources Limited with a significant role in its growth to over \$1 billion market capitalisation.

### Graham Reveleigh

Director

### Bruce Thomas

Director

### Ian Daymond

Director

### Steven Peterson

Chief Financial Officer

### Kevin Lynn

Company Secretary

### Stuart Munroe

Exploration Manager

### Dave Pelchen

General Manager, Hill End



### Competent Persons' Statement

The information in this report that relates to Reward and Red Hill Mineral Resources is based on information compiled by Mike Quayle and Philip Bruce, for Hargraves Mineral Resources by Philip Bruce and for Exploration results is based on information compiled by Stuart Munroe and Philip Bruce. Mr Quayle is a Member of The Australian Institute of Geoscientists and was a full-time geological employee of HEG. Dr Munroe is a Member of the Australasian Institute of Mining and Metallurgy and Mr Bruce is a Fellow of the Australasian Institute of Mining and Metallurgy and both are full-time employees of HEG. Mr Quayle, Dr Munroe 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, Dr Munroe and Mr Bruce consent to the inclusion of the matters based on their information in the form and context in which it appears.

### Disclaimer

The information provided in this presentation is not intended to be a comprehensive review of all matters and developments concerning the Company. It should be read in conjunction with all other disclosure documents of the Company. The information contained herein is not a substitute for detailed investigation or analysis. No securities commission nor regulatory authority has reviewed the accuracy or adequacy of the information presented.

This presentation contains forward-looking statements which address future events and conditions which are subject to various risks and uncertainties. The Company's actual results, programs and financial position could differ materially from those anticipated in such forward-looking statements as a result of numerous factors, some of which may be beyond the Company's control. These factors include: the availability of funds, the timing and content of work programs, results of exploration activities and development of mineral properties, the interpretation of drilling results and other geological data, the uncertainties of resource and reserve estimations, receipt and security of mineral property titles, project cost overruns or unanticipated costs and expenses, fluctuations in metal prices, currency fluctuations, and general market and industry conditions. HEG owns a minimum of 85% in the Hill End tenements encompassed by the previous EL2037 and 100% of all other granted tenements. Forward-looking statements are based on the expectations and opinions of the Company's management on the date the statements are made. The assumptions used in the preparation of such statements, although considered reasonable at the time of preparation, may prove to be imprecise and, as such, undue reliance should not be placed on forward-looking statements.

## CONTACT DETAILS

### Hill End Site and Registered Office

4 Bowen Street, Hill End, NSW 2850

Telephone: +61 2 6337 8343

Fax: +61 2 6337 8345

Email: [admin@hillendgold.com.au](mailto:admin@hillendgold.com.au)

### Sydney Principal Office

3 Spring Street, Sydney, NSW 2000

Telephone: +61 2 8249 4416

Fax: +61 2 8249 4919