

Tuesday, 4 December 2012

NEW MANAGING DIRECTOR FOR HILLGROVE RESOURCES LIMITED

Hillgrove Resources Limited (ASX:HGO) is pleased to announce that Mr Greg Hall has been appointed Managing Director of Hillgrove Resources Limited from 11 February 2013.

Mr Hall has been the Managing Director of Toro Energy Limited since 2006, a company which recently received approval from the Western Australian Government for its Wiluna Uranium mine. In this role he managed a start-up junior explorer through project acquisition, approvals and project development, including several investment fund raisings.

Hon. Dean Brown AO, Chairman of Hillgrove Resources, said "Greg is an experienced mining engineer with extensive experience across a number of mining industry sectors and companies. He was Mining Manager of Roxby Downs (copper, uranium and gold) when operated by WMC and then at the Leinster Nickel and Kambalda Nickel mines in Western Australia. He was then Mining Manager of the ERA Ranger uranium mine under North Broken Hill and then Rio Tinto. Subsequently, Greg joined the Rio Tinto marketing team for uranium and then became Director of Sales for bauxite and alumina for Comalco. These later two roles have provided Greg with significant international marketing experience."

"Greg has also had mining experience in an underground mine in Sweden and at the Peko Wallsend mine in Tasmania."

"The Board is confident that Greg brings extensive commercial, corporate and mining experience to Hillgrove Resources, as the company further increases production from its Kanmantoo Copper Mine, develops its exploration prospects in Indonesia, and looks for new opportunities to expand its mining operations."

Dean Brown advised that "Russell Middleton will continue in the role of Acting CEO until 13 February 2013, the role he has competently handled since the end of July."

The total salary package for Greg Hall will be \$575,000 per annum, together with STIs and LTIs in line with Board policy.

For more information contact:

Hon. Dean Brown, AO
Chairman
Tel: 0419 863 723

ABOUT HILLGROVE

Hillgrove is an Australian mining company listed on the Australian Securities Exchange (ASX: HGO) focused on the operation of the Kanmantoo Copper Mine in South Australia, and exploration on its Indonesian tenements, where the Company is targeting the discovery of world class epithermal gold and porphyry copper/gold.



HILLGROVE RESOURCES LIMITED

The Kanmantoo Copper Mine is located less than 55km from Adelaide in South Australia. With construction now completed, Kanmantoo is an open-cut mine, which has ramped up to an initial throughput of 2.4Mt per annum, and is now targeting throughput of 2.8Mt per annum, to produce approximately 80,000 tonnes of concentrate per annum.

Global Mineral Resource (March 2012)

	JORC Classification	Tonnage (Mt)	Cu (%)	Au (g/t)	Ag (g/t)	Bi (g/t)	Cu Metal (kt)
In Situ Resource	Measured	4.2	0.85	0.13	2.26	173	35.3
	Indicated	20.5	0.87	0.16	2.34	129	178.3
	Inferred	6.5	0.66	0.15	1.73	114	43.0
Long Term Stockpiles	Measured	1.1	0.46	N/A	N/A	N/A	5.0
	Indicated	0.5	0.18	N/A	N/A	N/A	0.9
Total		32.8	0.80	0.15	2.20	132	262.6

Note: The estimation of Bi is based on limited sampling data. Bi is recognised as a potential penalty element.

As at end of March 2012.

2012 In Situ Resource > 0.25% Cu.

Long Term Stockpiles > 0.15% Cu. Au, Ag and Bi assays are not available.

Ore Reserve (April 2010)

Category	Tonnage (Mt)	Cu (%)	Au (g/t)	Ag (g/t)
Proved	2.3	0.87	0.13	3.2
Probable	12.5	0.84	0.18	3.1
Ore Reserve	14.8	0.85	0.17	3.1

Competent Person's Statements

The information in this release that relates to in situ Mineral Resource estimates is based on information compiled by Mr Aaron Meakin, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Meakin is a full-time employee of AMC Consultants Pty Ltd and has sufficient experience relevant to the styles of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code)'.

The information in this release that relates to Ore Reserve estimates is based on information compiled by Mr Geoff Davidson, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Davidson is a Principal Consultant and Director of Mining and Cost Engineering Pty Ltd and has sufficient relevant experience to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code)'.

The Competent Persons have consented to the inclusion in the release of the matters based on their information in the form and context in which it appears.