

Thursday, 28 May 2015

**HILLGROVE BOARD UPDATE**

Hillgrove Resources Limited (ASX: HGO) advises that Mr Douglas Snedden has tendered his resignation from the Board to pursue other significant Board commitments. Doug was appointed to the Hillgrove Board of Directors on 1 January 2012 as an independent non-executive director.

The Hon. Dean Brown, Chairman of the Board, said. "With Doug's vast experience he has been able to provide valuable financial, audit and management experience to the Board over the past three and a half years. In addition he held the position of Chairman on both the Audit and Risk and Treasury Committees. His contribution to the Company has been significant and we thank him for that and know he will continue to make valuable contributions to his new Board commitments.

Mr Brown further stated "In line with the commitment by the Board to focus on the operations of the Kanmantoo mine and to reduce corporate costs, the Board has taken this opportunity to reduce the size of the Board".

For more information contact:

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**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 with exploration projects on its Indonesian tenements. The Kanmantoo Copper Mine is located less than 55km from Adelaide in South Australia. With construction completed in late 2011, Kanmantoo is an open-cut mine with a throughput of 3.0Mt p.a., to produce approximately 100,000 dry metric tonnes of copper concentrate per annum, containing approximately 20,000t copper and associated gold and silver per annum over the current life of mine.

**Kanmantoo Global Mineral Resource Estimate at end February 2013**

|                      | JORC 2012<br>Classification | Tonnage<br>(Mt) | Cu<br>(%)   | Au<br>(g/t) | Ag<br>(g/t) |
|----------------------|-----------------------------|-----------------|-------------|-------------|-------------|
| In Situ Resource     | Measured                    | 2.63            | 0.88        | 0.10        | 1.95        |
|                      | Indicated                   | 21.77           | 0.82        | 0.23        | 2.21        |
|                      | Inferred                    | 5.0             | 0.67        | 0.13        | 1.79        |
|                      |                             | <b>29.46</b>    | <b>0.80</b> | <b>0.20</b> | <b>2.11</b> |
| Long Term Stockpiles | Measured                    | 1.39            | 0.46        | N/A         | N/A         |
|                      | Indicated                   | 0.50            | 0.18        | N/A         | N/A         |
|                      |                             | <b>1.89</b>     | <b>0.39</b> | -           | -           |
|                      | <b>Total</b>                | <b>31.30</b>    | <b>0.78</b> | <b>0.20</b> | <b>2.11</b> |

Note: In Situ Resource >0.20% Cu, Long Term Stockpiles >0.15% Cu.



HILLGROVE RESOURCES LIMITED

**Kanmantoo Global Ore Reserve Estimate at end February 2013**

|                      | JORC 2012<br>Classification | Tonnage<br>(Mt) | Cu<br>(%)   | Au<br>(g/t) | Ag<br>(g/t) |
|----------------------|-----------------------------|-----------------|-------------|-------------|-------------|
| In Situ Reserve      | Proven                      | 2.5             | 0.77        | 0.08        | 1.7         |
|                      | Probable                    | 18.2            | 0.72        | 0.20        | 2.0         |
|                      |                             | <b>20.7</b>     | <b>0.73</b> | <b>0.18</b> | <b>1.9</b>  |
| Long Term Stockpiles | Proven                      | 1.4             | 0.46        | N/A         | N/A         |
|                      |                             | <b>1.4</b>      | <b>0.46</b> | -           | -           |
| <b>Total</b>         |                             | <b>22.1</b>     | <b>0.71</b> | <b>0.18</b> | <b>1.9</b>  |

Note: In Situ Reserve >0.20% Cu. Long Term Stockpiles >0.15% Cu.

**Competent Person's Statement**

The information in this release that relates to Mineral Resources is based upon information compiled by Ms Michaela Wright, who is a Member of The Australasian Institute of Mining and Metallurgy. Ms Wright is a full-time employee of Hillgrove Resources Limited 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 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code)'. Ms Wright has consented to the inclusion in the release of the matters based on their information in the form and context in which it appears.

The information in this release that relates to Ore Reserves is based upon information compiled by Mr Steven McClare, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr McClare is a full-time employee of Hillgrove Resources Limited 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 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code)'. Mr McClare has consented to the inclusion in the release of the matters based on their information in the form and context in which it appears.