

Thursday, 19 August 2010

RESIGNATION OF A DIRECTOR

Hillgrove Resources Limited (ASX:HGO) advises that Mr David Archer has tendered his resignation from the Board of Hillgrove Resources Limited and group companies, effective immediately. Mr Archer had been a non-executive director since resigning as Managing Director in June 2010.

Commenting on the resignation, the Chairman of Hillgrove, the Hon. Dean Brown, AO said today; "The Board has reluctantly accepted David's resignation, but respects his view that he should not remain a non-executive director now that a new Managing Director had been appointed. Yesterday it was announced that Drew Simonsen was the new Managing Director. David is firm in his view that this is the most appropriate action and consistent with current best practice corporate governance."

"David has conveyed how very much he enjoyed the whole Hillgrove experience: working with the board, building a very capable team of managers and seeing the company grow into what it is today."

Dean Brown paid tribute to David Archer for growing Hillgrove into a credible resources company over the past seven years. "The shareholders, staff and Board of Hillgrove Resources are deeply indebted to him for his vision, personal commitment, and leadership, the value of which is reflected in the company's strong balance sheet. Working with David has been a great reward for me."

About Hillgrove

Hillgrove is an Australian mining company listed on the Australian Securities Exchange (ASX: HGO) focused on developing its Indonesian and Australian base and precious metals projects. The Company is targeting the discovery of world class epithermal gold and porphyry copper/gold deposits in Eastern Indonesia.

Hillgrove's flagship development is the Kanmantoo Copper Mines, located less than 55km from Adelaide in South Australia. Kanmantoo currently hosts a Mineral Resource of 32.2Mt (2.3Mt Measured, 22.5Mt Indicated and 7.4Mt Inferred) grading 0.9% copper and 0.20g/t gold, containing 292,200 tonnes of copper, 191,100 ounces of gold and 3,313,600 ounces of silver. With completion of construction targeted for 2011, Kanmantoo will be a 2.4MT per annum open-cut mine producing approximately 20,000 tonnes of copper in concentrate and 10,000 ounces of gold per annum.

The information in this report that relates to Mineral Resource estimates is based on information compiled by Mr Paul Payne, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Payne is a full-time employee of Runge Limited 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'. Mr Payne consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

For more information contact:

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