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FOR PUBLIC RELEASE

Dunmarra Basin

Highlights

- Positive due diligence findings
- Proceeding with the Dunmarra Basin uranium exploration initiative
- Heritage can earn 50% interest by the expenditure of A\$2,000,000 over 3 years

Heritage Gold NZ Limited ("Heritage") is pleased to announce that, following completion of its due diligence on the Dunmarra Basin uranium exploration projects, it is proceeding with the transaction on the terms announced on 12 March 2007.

Key findings from investigations conducted by the independent expert, Eaglehawk Geological Consulting Pty Ltd, are:

1. Erosion from three uraniferous areas to the north (Pine Creek Inlier), south west (Tennant Creek Block), and north east (McArthur Basin), offers good source potential for uranium that may have been eroded and re-deposited in sandstone, siltstone and shale beds.
2. Suitable aquifers may be present, allowing for the long term movement of possible uranium bearing groundwater to depositional sites.
3. The re-activated structural environment appears conducive to the re-deposition of basement derived uranium.
4. Analysis of radiometric data may lead to the definition of targets based on the re-activation of the structural features, regolith and outcrop boundaries as well as palaeostream channel positions in the better exposed areas.
5. Anecdotal evidence exists for the presence of radioactive elements in old grazing property bore holes and some water holes in creeks.
6. Conclusion – "...considerable potential exists for the discovery of economic deposits in this part of the Northern Territory."

Commenting on the Dunmarra Basin initiative and the geological findings Mr Geoffrey Hill, Chairman of Heritage, said: "The due diligence has confirmed our view of the Dunmarra Basin opportunity. It appears to be a significant but overlooked geological environment that

could host valuable uranium resources. We look forward to an exciting exploration programme once the licences are granted.”

Heritage has paid A\$10,000 to RM & Co Nominees Pty Ltd and will now issue 2,500,000 fully paid ordinary shares to RM & Co Nominees Pty Ltd in part consideration of Heritage acquiring an interest in the three exploration licence applications referred to in the 12 March announcement.

The opportunity to enter into the joint venture described by the binding Heads of Agreement was introduced to Heritage by Far East Capital Limited (“FEC”), mining investment experts based in Sydney, Australia through its chairman Warwick Grigor. In consideration for this introduction Heritage will issue 3 million options to FEC or its nominee to acquire 3 million ordinary shares in Heritage Gold following the special meeting of shareholders on 12 April 2007. These options will have an exercise price of A\$3.5cents, exercisable over a period of 2 years from the date of issue.

For further information please contact:

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DISCLOSURE: The information in this report that relates to exploration results is based on information compiled Mr Wolfgang Leyh. Mr Leyh is employed by Eaglehawk Geological Consulting Pty Ltd and is a corporate member of the AusIMM. Mr Leyh has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Leyh consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

About Heritage Gold

Heritage listed on the NZX in 1986 and has a current market capitalisation of approximately \$18 million. Heritage is also listed on the ASX and the National Stock Exchange of Australia (formerly Newcastle Stock Exchange). The company has valuable gold assets in the Waihi district of New Zealand, where it is a major tenement holder. Heritage also owns 33% of Broken Hill Cobalt Ltd in Australia and has applied for permits to prospect for gold, silver, copper, and base metals in Northland, about 150km north of Auckland. Heritage has confirmed its entry under a binding Heads of Agreement to a joint venture to explore for uranium in the Dunmarra Basin of the Northern Territory.