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27 November 2009

Limited Company Relations
New Zealand Stock Exchange
Level 2, NZX Centre
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Wellington

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Half Year Preliminary Announcement

Reporting period 6 months to 30 September 2009

Previous reporting period 6 months to 30 September 2008

Amount (\$); percentage change

Revenue from ordinary activities 14,102; 256,985; - 95%

Loss from ordinary activities after tax attributable to members
of the listed issuer 305,981; 441,647; - 31%

No dividend attributed to this period

EXPLORATION ACTIVITY

During the six months to 30 September 2009.

Gold Tenements (Waihi, New Zealand)

Drill core from Rahu, EP 40117 being re-logged to provide a reliable database for detailed structural analysis required for drill target selection.

Heritage is working to secure a technically and financially strong joint venture partner for the Talisman project, EP 40081, and has applied for a Mining Permit over the Talisman and Dominion Knoll permits.

Base Metal and Gold Tenements (Northland, New Zealand)

Heritage has applied to Crown Minerals to extend its prospecting permit to enable survey negotiations for a regional airborne survey with local councils interested in acquiring data.

Thackaringa Cobalt Project (New South Wales, Australia)

Heritage Gold has a 33% interest in the project with its equity in Broken Hill Prospecting Limited (formerly Broken Hill Cobalt Ltd), owner of the project.

Drilling work identified numerous surface gossans, several of which are characteristic of Broken Hill style mineralisation; and a new cobalt mineralised zone was found at Pyrite Hill South.

FINANCIAL RESULTS

The Company's activities have been impacted by the global economic downturn and capitalised exploration expenditure decreased from the previous year. \$192,410 was spent on developing tenements over the reporting period compared with \$1,471,485 in the previous year.

\$140,932 capitalised expenditure was written off in the current period compared to \$368,337 in the previous reporting period. Expenditure written off in the reporting period was for Waitete, EP 40644, when the permit expired during the reporting period and was not renewed.

At the end of the balance period the Company had a cash balance of \$404,579.

LOOKING AHEAD

After the end of the half year Heritage announced a Share Purchase Plan for Australia and New Zealand shareholders.

The Board continues to develop its prospects and is also reviewing mineral investment opportunities in Australia and other favourable countries.

Peter Atkinson

Executive Director

Interim results are outlined below:

Consolidated Income Statement

Reporting period 6 months to 30 September 2009

Previous reporting period 6 months to 30 September 2008

Reporting period; previous reporting period

(\$)

Revenue 7,369; 99,876

Foreign exchange gain 364; 157,109

Share valuation gain 6,369; Nil

Total revenue 14,102; 256,985

Audit fees 7,700; 5,156

Depreciation 1,601; 1,780

Director fees 48,000; 24,000

Director remuneration 33,750; 6,688

Share revaluation loss Nil; 599

Rent and leasing 15,500; 14,825

Operating expenses 131,942; 251,225

Write off exploration expenses 140,932; 368,337

Total operating expenses 379,425; 672,610

Loss from operations 365,323; 415,625

Share of associate retained profit/(deficit) after tax 59,342; (26,022)

Net deficit attributable to members 305,981; 441,647

Earnings per share:

Basic earnings/(loss) per share (0.11) cents; (0.15) cents

Diluted earnings/(loss) per share (0.11) cents; (0.13) cents

Consolidated Balance Sheet

Reporting period 30 September 2009

Previous reporting periods 31 March 2009, 30 September 2008

Reporting period; previous reporting period

(\$)

Current assets 724,624; 1,125,010; 1,810,928;

Cash 404,579; 807,114; 1,627,002

Receivables and prepayments 23,610; 22,142; 94,802

Advances to related parties 296,435; 295,754; 89,124

Non-current assets 8,712,737; 8,601,732; 10,380,614

Property, plant & equipment 23,980; 30,164; 36,381

Intangible assets (prospecting expenditure) 7,704,110; 7,652,632; 9,235,965

Investments 41,560; 35,191; 33,410

Investment in associate 943,087; 883,745; 1,074,858

Total assets 9,437,361; 9,726,742; 12,191,542

Current liabilities 112,560; 95,960; 386,286

Payables 91,523; 76,158; 344,304

Employee entitlements 21,037; 19,802; 41,982

Total liabilities 112,560; 95,960; 386,286

Capital 22,339,695; 22,339,695; 22,339,695

Reserves 335,341; 335,341; 335,341

Retained profit/(loss) (13,350,235); (13,044,254); (10,869,780)

Total equity 9,324,801; 9,630,782; 11,805,256

Total Equity and Liabilities 9,437,361; 9,726,742; 12,191,542

Consolidated Statement of Cash Flows

Reporting period six months to 30 September 2009

Previous reporting period six months to 30 September 2008

Reporting period; previous reporting period

(\$)

Cash flows relating to operating activities

Cash inflows 8,389; 74,325

Cash outflows (222,821); (448,798)

Net operating cash flows (214,432); (374,473)

Cash flows relating to investing activities

Cash inflows 1,189; Nil

Cash outflows (188,238); (1,382,269)

Net investing cash flows (187,049); (1,382,269)

Cash flows relating to financial activities

Cash inflows Nil; Nil

Cash outflows Nil; Nil

Net financing cash flows Nil; Nil

Net increase/(decrease) in cash held (401,481); (1,756,742)

Cash at beginning of period 807,114; 3,240,884

Exchange rate gain/(loss) (1,054); 142,860

Cash at end of period 404,579; 1,627,002

No dividends or distributions were paid or are planned.

Consolidated Statement of Changes in Equity

Reporting period six months to 30 September 2009

Previous reporting period six months to 30 September 2008

Reporting period; previous reporting period

(\$)

Equity at start of period 9,630,782; 12,246,903

Net loss 305,981; 441,647

Shares issued Nil; Nil

Equity at end of period 9,324,801; 11,805,256

Net tangible assets per security

Reporting period; previous reporting period

Net tangible assets 1,733,251; 2,955,577

Net tangible assets per security 0.6 cents; 1 cent

Heritage ownership in Broken Hill Prospecting Ltd (formerly Broken Hill Cobalt Ltd)

Reporting period; previous reporting period

Percentage held 33%; 33%

Contribution to net loss 59,342; (26,022)

These interim financial statements have been prepared in accordance with IAS-34, Interim Financial Reporting and should be read in conjunction with the accounting policies set out in the annual financial statements for the year ended 31 March 2009.

There have been no changes in accounting policies during the period. The accounting policies and method of computation applied during the previous year were applied on a consistent basis during the current period.

The half yearly financial statements are subject to completion of the audit.

About Heritage Gold

Heritage Gold (NZ) Limited is a leading New Zealand, dual listed (NZSX: HGD, ASX: HTM) minerals exploration company with a portfolio of high quality gold and base metal tenements in Australia and New Zealand.

Its gold tenements in the southern Coromandel region of New Zealand include the historic Talisman Mine at Karangahake which produced over 1 million oz of gold and 3 million oz of silver during its peak mining period.

Heritage Gold owns 33 percent of Broken Hill Prospecting Ltd ('BHPL' – formerly Broken Hill Cobalt Ltd), which is planning to develop a cobalt project at Thackaringa in New South Wales. BHPL holds tenements about 25km south west of Broken Hill, which host Broken Hill style base metal occurrences.

END