

ANNOUNCEMENT BY HERITAGE GOLD NZ LIMITED (ASX: HTM, NZSX: HGD)

FOR IMMEDIATE RELEASE

Chairman's Letter to Shareholders 3 December 2010

Dear shareholder

Re Broken Hill Prospecting Limited – Initial Public Offer

Broken Hill Prospecting Limited has extended the closing date of the offer from 6 December 2010 to 20 December 2010.

This was done at the request of Heritage to allow Heritage shareholders more time to consider the offer.

The closing date is now 5pm Sydney time Monday 20 December 2010.

If you would like to take up your priority entitlement please use your existing personalised application form mailed to you with the prospectus 2 weeks ago.

If you wish to receive another copy of the Replacement Prospectus or application form please contact Computershare Investor Services Pty Limited on free phone 1800 144 213 in Australia or 0800 734 626 in New Zealand.

Listing on the ASX and NZSX is anticipated early in January 2011.

Yours sincerely,



Geoffrey G Hill
Chairman
Heritage Gold NZ Limited

About Heritage Gold

Heritage Gold (NZ) Limited is a leading New Zealand, dual listed (NZSX: HGD, ASX: HTM) minerals exploration company with over 1600 Australasian shareholders and a portfolio of high quality mineral prospects in both countries.

Heritage Gold owns 29.78% of Broken Hill Prospecting Limited (BHPL), which is planning to develop a cobalt project at Thackaringa, about 20 km southwest of Broken Hill in New South Wales. BHPL has identified several new Broken Hill-style base metal occurrences, as well as a near-surface cobalt deposit.

BHPL has recently registered a prospectus for its IPO and is seeking listing on the ASX and NZSX.

Learn more about the company at www.heritagegold.co.nz

END