

**Vancouver, B.C. – June 27<sup>th</sup>, 2011. Hillcrest Resources Ltd. (“Hillcrest” or the “Company”) (TSX-V: HRH)** is pleased to announce they have commenced drilling on the Donner #2 well located on the Hartsburg property located in Newton County Texas. As previously announced, the Company had been placed on a rig slot rotation list and was advised the rig owned by Big 6 Drilling would arrive Thursday June 23<sup>rd</sup>. Nadsoilco LLC, the operator of the exploration program, advised the rig did in fact arrive and would commence drilling on or before June 27<sup>th</sup>.

The Company intends to drill the Donner #2 to a depth of 7600 feet with the objective of accessing both oil and gas zones within the well. Drilling is expected to take approximately 10-12 days to reach total depth after which a decision to complete the well will be made. Donner #1 was drilled and completed August of 2010 and has been a source of revenue for the Company since that time. The information and experience gained from drilling Donner #1 has been valuable to the operators in deciding the location of Donner #2 and in deciding how to complete the well should the working interest partners proceed in that direction. Hillcrest Resources Ltd owns a 48% net revenue interest in Donner #2 before payout and a 27% net revenue interest after payout.

Donner #1 was drilled and completed in the 3<sup>rd</sup> quarter of 2010. Production from the well has been constant at a daily sustained average of 47 barrels per day since August 5<sup>th</sup> 2010. The well has experienced no drop in pressure and no water in the oil since the beginning of production. Donner #1 is expected to reach payout of all original acquisition and drilling costs before the end of this month. Payout has occurred in slightly less than 11 months.

The Company’s Chairman and CEO Mr Donald Currie states “We are excited about the drilling of Donner#2. Over the next few weeks total depth will be reached and decision whether to complete made. Donner #2 is part of an exploration program the Company had previously outlined on the Hartsburg property in Newton County. With a producing first well, we are excited about the value a successful Donner #2 would add to the Company. Our objective of increasing production and revenues through our exploration program will continue with Donner #3 shortly after the work program on Donner #2 is complete.

**For more information on Hillcrest Resources Ltd, contact Donald Currie toll free at 1-855-609-0006 or visit the Company’s website at [www.hillcrestresources.com](http://www.hillcrestresources.com)**

**On Behalf of the Board of Directors**

**Donald Currie**

**Chairman, Chief Executive Officer and Director**

**FORWARD LOOKING STATEMENT HERE**

**Cautionary Statement Regarding “Forward-Looking” Information**

Some of the statements contained in this press release are forward-looking statements and information within the meaning of applicable securities laws. Forward-looking statements and information can be identified by the use of words such as “expects”, “intends”, “is expected”, “potential”, “suggests” or variations of such words or phrases, or statements that certain actions, events or results “may”, “could”, “should”, “would”, “might” or “will” be taken, occur or be achieved. Forward-looking statements and information are not historical facts and are subject to a number of risks and uncertainties beyond the Company’s control. Actual results and developments are likely to differ, and may differ materially, from those expressed or implied by the forward-looking statements contained in this news release. Accordingly, readers should not place undue reliance on forward-looking statements. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking statements, except as may be required by law.

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