

Herencia Resources plc
("Herencia" or the "Company")

Issue of Deferred Consideration Shares

Herencia announces that the conditions attaching to the issue of deferred consideration shares to Mineral Securities Limited, or its nominees, ("Minsec") pursuant to the Acquisition Agreement dated 14 October 2005 have now been satisfied.

The allotment of these deferred consideration shares was conditional on Herencia spending at least US\$2 million on the Paguanta and/or Iquique Projects within 36 months of the Acquisition Agreement. Due to early drilling success at Paguanta, Herencia committed to an extensive drilling program, which was recently completed; the resulting high grade zinc/silver/lead intersections was announced to the market on 19 September 2007. The successful completion of this drilling program also saw the conditions for the issue of deferred consideration shares to Minsec being met.

In accordance with the terms of the Acquisition Agreement, Herencia advises that it has issued 47,000,000 new ordinary shares of 0.1p each in the Company ("Ordinary Shares") to Minsec, and 3,000,000 Ordinary Shares to advisers to Minsec. Application has been made for the new Ordinary Shares to be admitted to trading on AIM and dealings are expected to commence on 3 October 2007 ("Admission"). Following this issue of shares the Company has a total of 434,066,666 Ordinary Shares in issue.

On Admission, Minsec will be interested in 199,666,667 Ordinary Shares, which represents approximately 46 per cent of the Company's issued share capital.

For further information please contact

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