



TRADING SYMBOLS:

June 22, 2007

In the U. S.: OTCBB: **UGTH** and in Canada: TSX-V: **GTH**

U.S. GEOTHERMAL INC. EXPANDS ENERGY RIGHTS AT ITS RAFT RIVER GEOTHERMAL PROPERTY

BOISE, Idaho – June 22, 2007 (OTCBB: **UGTH**, TSX.V: **GTH**) U.S. Geothermal Inc. (“U.S. Geothermal”), a renewable energy development company focused on the production of electricity from geothermal energy, announced today that it has acquired additional geothermal energy rights in the area of their Raft River geothermal development project located in southeastern Idaho.

On June 20, 2007, the U.S. Department of Interior – Bureau of Land Management conducted its first geothermal lease auction under the new federal leasing rules under the Energy Policy Act of 2005. U.S. Geothermal was the successful bidder on one parcel adjoining its Raft River project in Southern Idaho.

“This parcel adds 1,685 acres (2.6 square miles) of energy rights in an area that hosts good exploration potential and fills in a core area of our current holdings,” said Daniel Kunz, U.S. Geothermal’s President and Chief Executive Officer. With this lease, U.S. Geothermal has increased the total Raft River project holdings by 31.7% to 6,933 acres (10.8 square miles).

About US Geothermal:

U.S. Geothermal is a renewable energy development company that is in the process of constructing a geothermal power project at Raft River, Idaho and developing Neal Hot Springs in eastern Oregon. U.S. Geothermal holds, through ownership or lease, geothermal rights of private lands that comprise the Raft River project in Southeastern Idaho. The Raft River geothermal site is currently under construction of a 13-megawatt power plant expected to be online in the fourth quarter of 2007. U.S. Geothermal has signed power sales contract for one 10-megawatt power plant with the Idaho Power Company, is in negotiations for additional output with them and new customers, and has secured transmission for up to 36 megawatt with the Bonneville Power Administration.

Please visit our Website at: www.usgeothermal.com

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The information provided in this news release contains forward-looking statements within the definition of the Safe Harbor provisions of the US Private Securities Litigation Reform Act of 1995, including statements regarding potential energy resources and projects, development possibilities for Raft River and Neal Hot Springs. These statements are based on US Geothermal Inc.'s current expectations and beliefs and are subject to a number of risks and uncertainties that can cause actual results to differ materially from those described in forward looking statements, including the risks that financing will not be available for construction of the power plants, construction will not be completed on budget or on schedule, and the revenues generated under the power sales agreements will not prove sufficient to fund operations and/or service debt, among others. Readers are cautioned to review the risk factors identified by the company in its filings with Canadian and US securities agencies. Forward-looking statements are based on management's expectations, beliefs and opinions on the date the statements are made. U.S. Geothermal Inc. assumes no obligation to update forward-looking statements if management's expectations, beliefs, or opinions, or other factors, should change.

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