

RESOURCE EXTENSION DRILLING AT HERA INTERSECTS BONANZA-GRADE GOLD MINERALISATION

YTC Resources Limited ("YTC" or "the Company") is pleased to announce that bonanza-grade gold and base metal mineralisation has been intersected during its continuing program of Resource-extension drilling at its Hera Gold Project.

Drilling is ongoing on the Far West Lens of the Hera Deposit to both extend the existing Resource as well as upgrade the resource classification. Holes HRD032 and HRD030 were drilled outside the existing Resource shell. Bonanza-grade mineralisation in hole HRD032 is interpreted to lie immediately east of the known Far West Lens, and may represent a new gold bearing lens, termed the Far West 'footwall' Lens.

Far West 'Footwall' Lens

**HRD032: 10.2m @ 68.3g/t Au*, 19g/t Ag, 3.2% Pb and 3.8% Zn from 520.2m, incl.
4.2m @ 164g/t Au*, 25.1g/t Ag, 7.0% Pb and 5.0% Zn from 522m**

HRD030: 8.0m @ 1.15g/t Au*, 18.2g/t Ag, 0.48% Cu, 1.8% Pb and 0.8% Zn

Far West Lens

HRD030: 3.0m @ 15.1g/t Au*, 0.7% Pb and 1.0% Zn from 484m

HRD032: 7.2m @ 0.78*g/t Au, 19.2g/t Ag, 2.3% Pb and 3.1% Zn from 508m

Hole HRD032W1 passed through the Far West Lens inside the existing Resource shell and intersected high grade base metal mineralisation:

HRD032W1: 7.0m @ 0.42g/t Au*, 27g/t Ag, 4.8% Pb and 9.7% Zn

The position of these drill holes relative to existing drill hole positions are presented in long section and cross sections attached to this release.

The results are a component of the expanded DFS drilling programme at the Hera Deposit designed to increase the Hera Resource and assess the development of the Hera Deposit in combination with the high grade Nymagee Copper Deposit (YTC-90%) located 4.5km to the north.

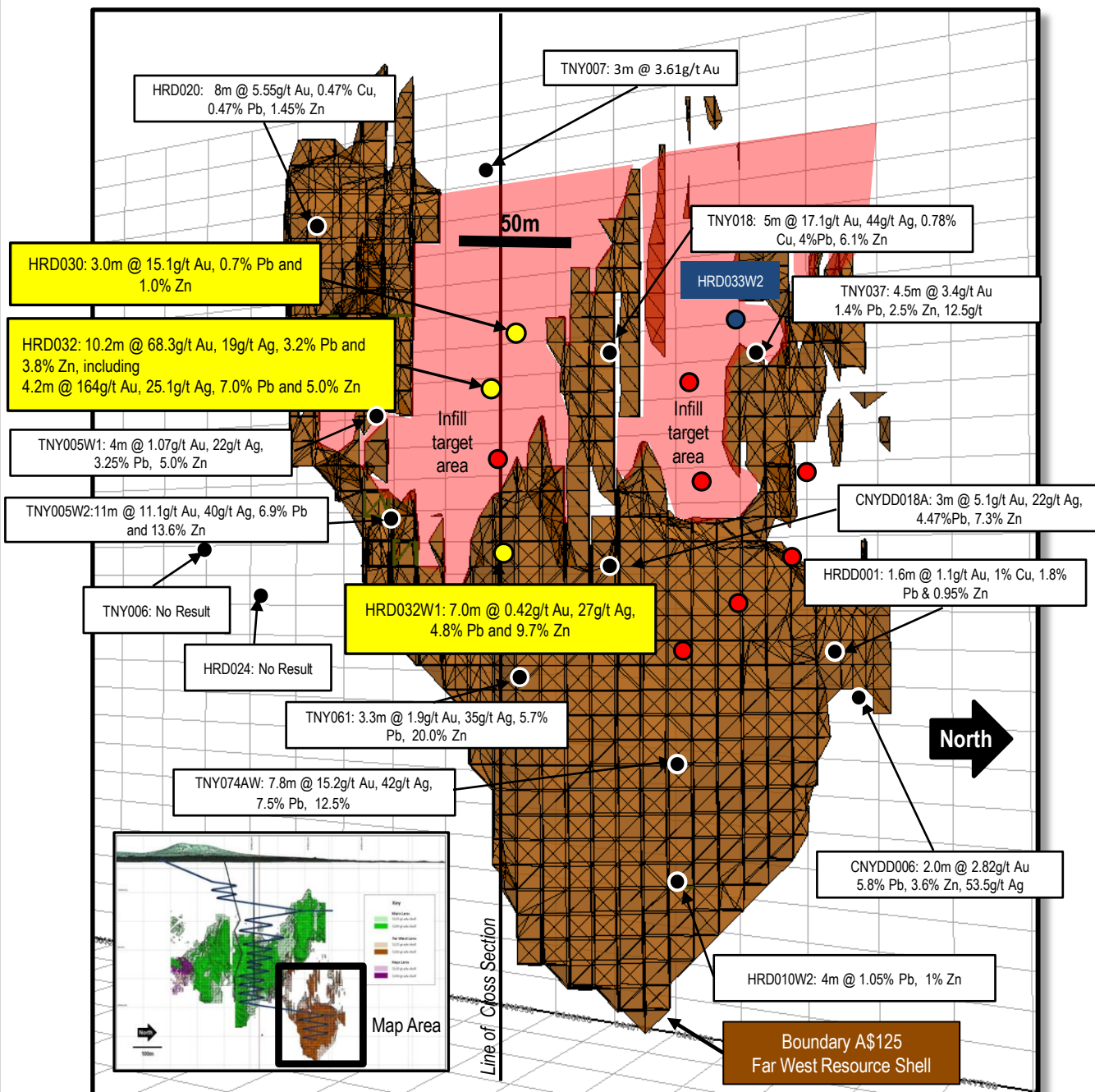
YTC currently has 2 diamond drill rigs operating at Hera to continue the resource-extension drilling at the Far West Lens. YTC also has a further 2 diamond drill rigs continuing at its Nymagee Copper Project.

YTC's CEO Rimas Kairaitis said: "Bonanza grade results from outside the existing Resource Shell point to an increase in both tonnes and grade in the next estimation of the Hera Resource. These results in combination with recent high grade copper results at Nymagee continue to build the case for the emergence very significant Cobar Style mineral system"

* All drill holes marked with an asterisk in this report are reporting gold results generated using the screen fire assay method. Screen fire assay is considered a more definitive estimation of gold grade in coarse gold mineralisation. High grade results not marked with an asterisk are 30g fire assay results and will be re-assayed by screen fire assay.

Competent Persons Statement

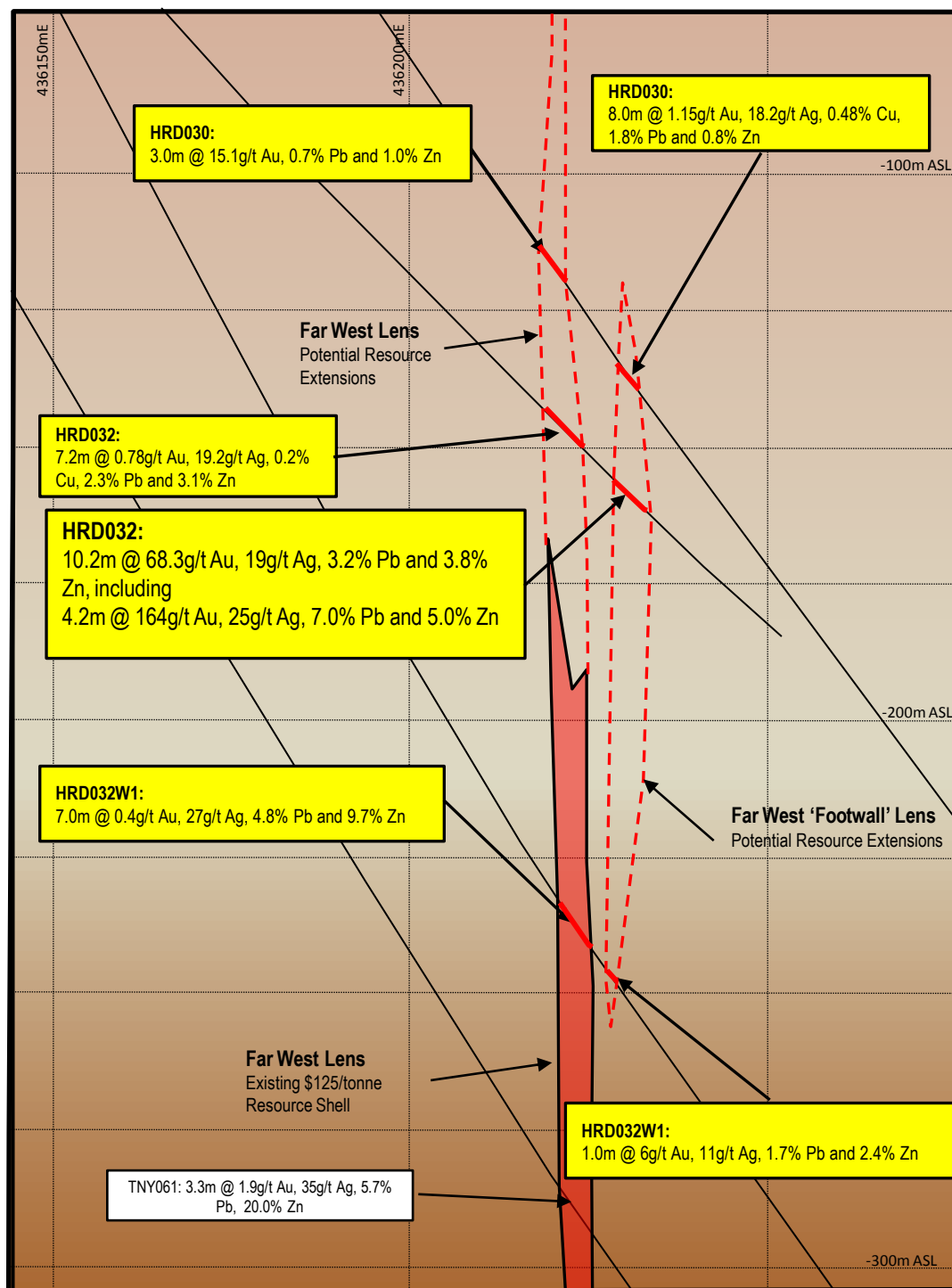
The information in this report that relates to Exploration Results is based on information compiled by Rimas Kairaitis, who is a Member of the Australasian Institute of Mining and Metallurgy. Rimas Kairaitis has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Kairaitis consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.



- Previous Drill Holes – with results
- YTC Drill Holes – Current Programme - with results
- YTC Drill Holes – Current Programme - Assays Pending
- Planned Drill Holes – Current Programme

Hera Gold Project
Long Section – Far West Lens
looking west

Grid: GDA - Scale as Shown



Previous Drill Holes – with results

YTC Drill Holes –with results

Hera Gold Project

Cross Section 3275N (HMG)– Far West Lens looking north

Grid: GDA - Scale as Shown



About the Hera Gold Project

The Hera Project is located 100km south-east of Cobar and is hosted in Cobar Basin rocks which also host the world-class mineral deposits at CSA, The Peak and Endeavor.

The Hera deposit was discovered by Pasminco in 2001 and advanced to pre-feasibility by Triako Resources in the period 2002 to 2006, before Triako was the subject of a takeover by CBH Resources Limited. YTC acquired the Hera Project from CBH Resources in September 2009.

The Hera deposit represents multiple lenses of high grade, sub-vertical gold and base metal mineralisation. The central Main lens represents the bulk of the deposit tonnes and extends for approximately 600m along strike.

YTC is progressing an expanded Definitive Feasibility Study ('DFS') on the Hera Project to establish an underground mine producing gold, silver, lead, zinc and copper. The Company is at the same time pursuing an aggressive drilling programme at the Nymagee Copper Mine, located 4.5km to the north, with a view to demonstrating a combined development of the Hera and Nymagee deposit.

YTC consider that exploration upside exists not only in the extension of the existing lenses, but also in the interpretation of Hera to evolve into a major gold-base metal system consistent with the pedigree of Cobar-style deposits.



Location of YTC's Hera Project with major NSW Mineral Deposits

About the Nymagee Joint Venture

YTC Resources purchased an 80% interest in the Nymagee Mine Joint Venture from CBH Resources as part of the Hera Project purchase transaction in September 2009. YTC has subsequently earned a 90% interest, through sole funding exploration expenditure.

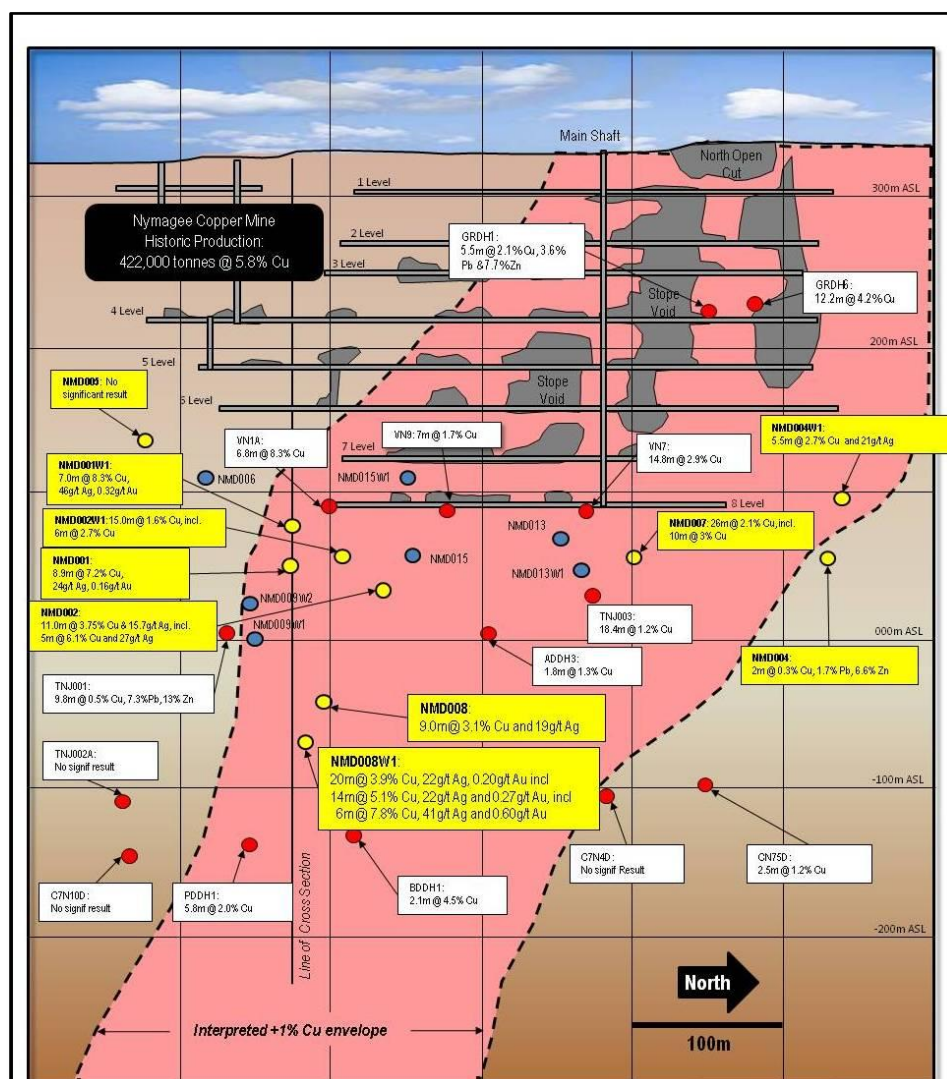
The Nymagee JV tenements adjoin immediately north of YTC's 100% owned Hera gold-base metal Project,

The Joint Venture includes the Nymagee Copper Mine which last operated in 1918, and has recorded historical production of 422,000t @ 5.8% Cu.

The Nymagee Mine Joint Venture includes the following Exploration Licences and Mining Leases which cover both the historic Nymagee Copper Mine as well as linking the tenement coverage of the Hera-Nymagee corridor.

- EL 4458, EL 4232, ML 53, ML 90, ML 5295, ML 5828 and PLL 847

YTC is the manager and operator of the Joint Venture and is evaluating the Nymagee mineralisation with a view to delivering an expanded Feasibility case to allow for the combination of the Nymagee and Hera mineral systems in an expanded mining scenario.



Nymagee Copper Mine Long Section