



DISCOVERY OF TWO NEW HIGHGRADE LODES AT NYMAGEE CONFIRMED BY DEEPER DRILLING

- **Deeper drilling confirms the discovery of two new contiguous high-grade copper lodes in the footwall position at the Nymagee Mine**
 - **NMD017: 12m @ 3.7% Cu from 324m (Royal lode)**
 - **NMD017: 6m @ 3.75% Cu from 471m (Club House lode)**
- **Vertical continuity of >100 metres at >3% Cu at the Royal lode**
- **Copper grade in the footwall lodes appears to be increasing with depth**
- **YTC will now plan further deep holes to follow up these highly encouraging discoveries guided by 3D down-hole EM results.**

YTC Resources Limited ("YTC" or "the Company") is pleased to announce that results from the deepest drill hole to date at the Nymagee Copper Deposit have confirmed the discovery of two new, contiguous, high grade copper lodes in the 'footwall' position.

The new lodes have been named the '**Royal**' and '**Club House**' lodes with the Royal lode now having a demonstrated vertical continuity of >100m at >3% Cu. Of particular encouragement is the apparent increase in grade within these footwall lodes with increasing depth.

The new lodes were intersected in diamond holes **NMD017** and **NMD017W1**, which were drilled as a parent and wedge hole beneath hole NMD08W1 and represent the deepest drill holes completed to date.

Hole NMD017 intersected the two, high-grade footwall lodes as the following intersections:

- **12m @ 3.7% Cu from 324m ('Royal' lode)**
- **6m @ 3.75% Cu from 471m ('Club House' lode)**

The lode positions were also observed in hole NMD017W1 at similar tenor. Assay results for hole NMD017W1 are pending. The position of the NMD017 and NMD017W1 intersection is presented on a long section and cross section included with this release.

Assay results from hole NMD017 also indicate that the 'Main' Lode at this depth has developed into a substantial lead-zinc-silver lode with an intersection of:

- **7m @ 4.6% Pb, 6.8%Zn and 26g/t Ag from 559m**

Other zones of footwall mineralisation intersected in hole NMD017 which also have the potential to evolve into higher grade lodes at depth include:

- **12m @ 0.84% Cu from 271m**
- **12m @ 1.3% Cu from 371m**
- **14m @ 0.9% Cu from 529m**

Bulk Interval indicates large copper system:

The bulk interval of the footwall lodes in hole NMD017 averages to **272m @ 0.67% Cu** and gives a strong indication of the increasing copper endowment of the Nymagee system with increasing depth.

YTC's CEO Rimas Kairaitis said: "We are absolutely delighted that the continuity of footwall lodes has been confirmed at mineable widths and with increasing grade at depth. The development of high-grade footwall lodes at depth is consistent with the evolution of the world-class CSA deposit."

Down-hole EM:

YTC has just completed a 3D downhole EM survey to test for additional "blind" conductor targets at Nymagee. Once the results of the EM survey have been interpreted, the Company will plan for additional deeper holes at the Nymagee deposit to better define the Main, Royal and Club House lodes at depth, and to test for additional "blind" lode systems in the footwall.

YTC considers the Nymagee deposit has the potential to be mined and treated under an expanded development scenario in conjunction with the Company's Hera Project. The combined development has potential to produce significant quantities of copper in concentrate, in addition to gold, silver, lead and zinc under an integrated development. The Company continues to carry out its aggressive exploration campaign at both the Hera and Nymagee deposits.

YTC currently has 2 drill rigs operating at the Nymagee deposit and 2 drill rigs at the Hera Project.

Table 1: Collar summary for drill holes in this release

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMD017	434997	6452187	-70	227.3	620.9	Test below hole NMD008W1

Table 2: Intersection summary for drill holes in this release

Hole	From (m)	To (m)	Intercept (m)	Est true width (m)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Au (g/t)	Comments
NMD017	271	543	272	124	0.67	-	-	-	-	Bulk Footwall Zone
	271	283	12	4.9	0.84	-	-	-	-	Footwall Zone
	324	336	12	5.2	3.7	-	-	12	-	Royal Lode
	371	383	12	5.3	1.3	-	-	-	-	Footwall Zone
	471	477	6	2.9	3.75	-	-	14	-	Club House Lode
	529	543	14	7.2	0.92	-	-	-	-	Footwall Zone
	559	566	7	3.8	0.25	4.6	6.8	26	-	Main Lode

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.

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.

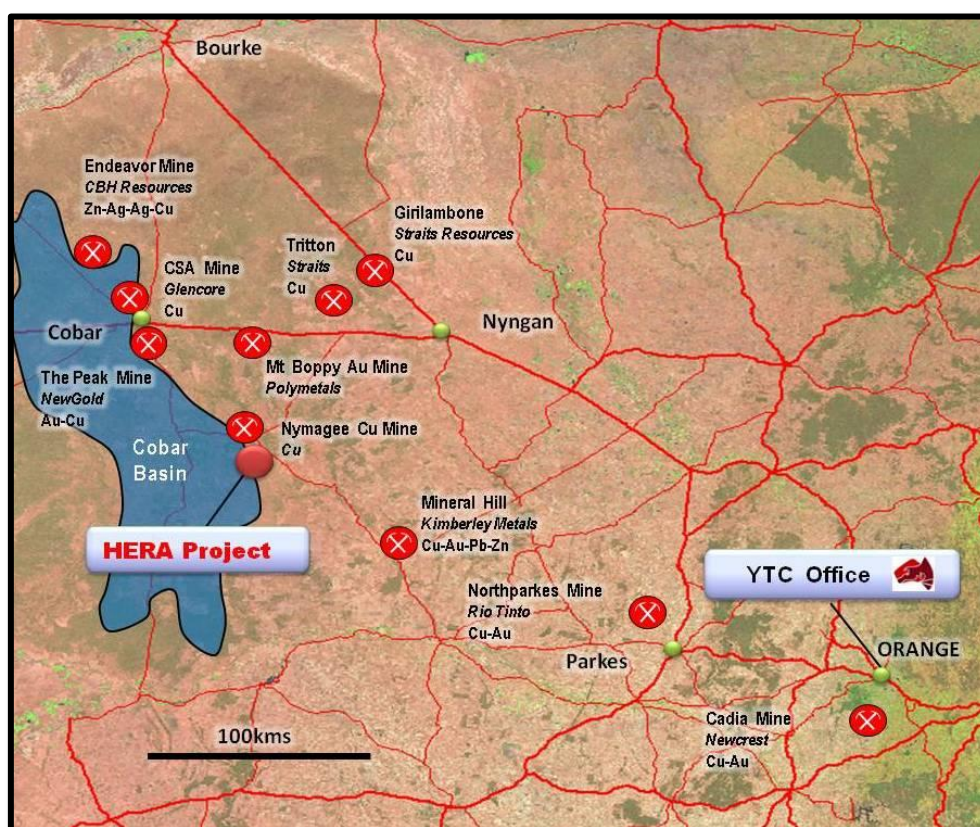
The Nymagee JV tenements adjoin immediately north of YTC's 100% owned Hera gold-base metal Project,

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

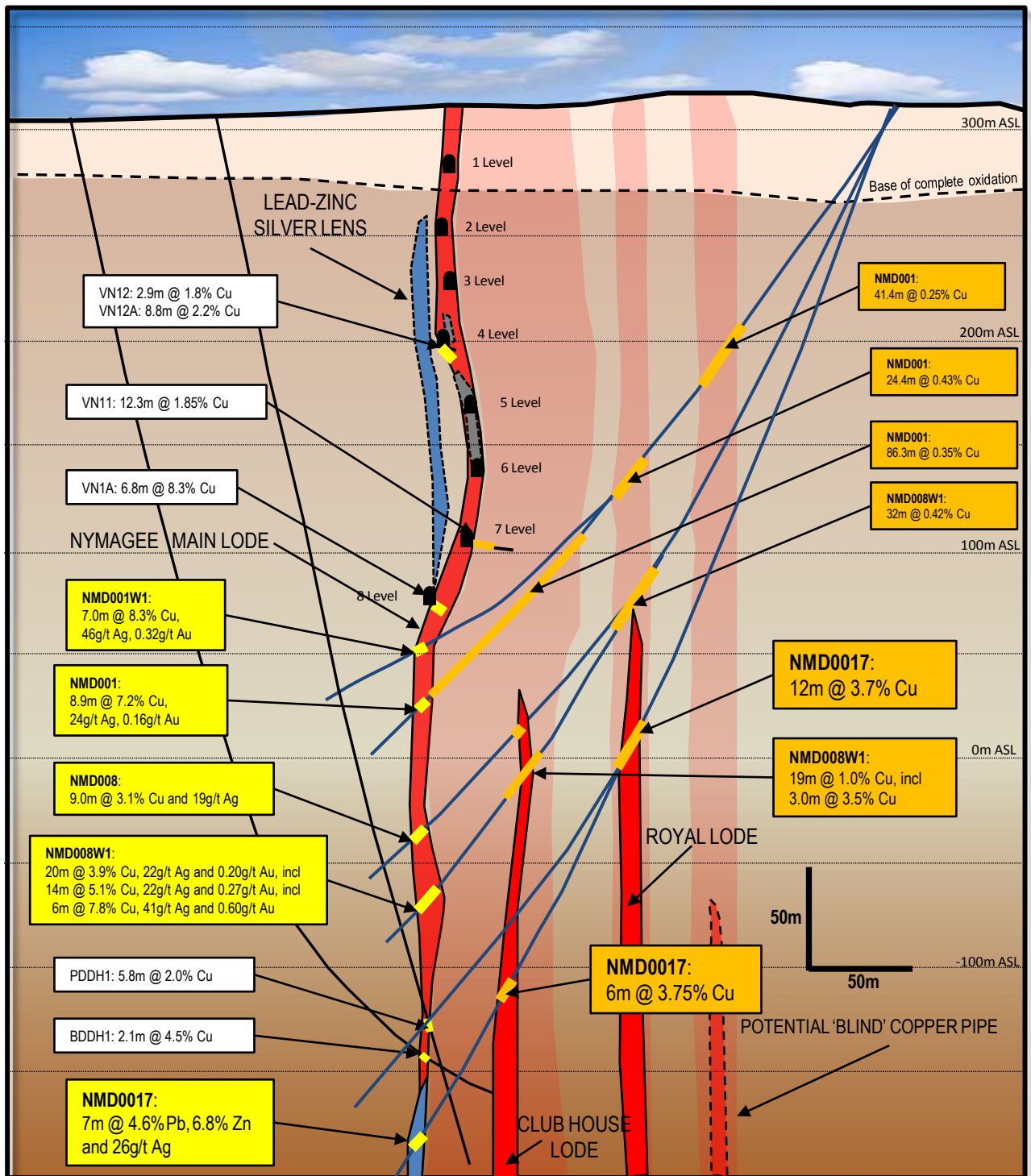
The Nymagee Mine Joint Venture includes the following Exploration Licences and Mining Leases which cover both the historic Nymagee Copper Mine as well as linking the tenement coverage of the Hera-Nymagee corridor.

- 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.



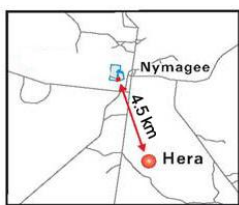
Location of YTC's Hera & Nymagee Projects with major NSW Mineral Deposits



Previous Drill Holes – with results

YTC Drill Holes – Main Lode- with results

YTC Drill Holes – Footwall Lodes – with results



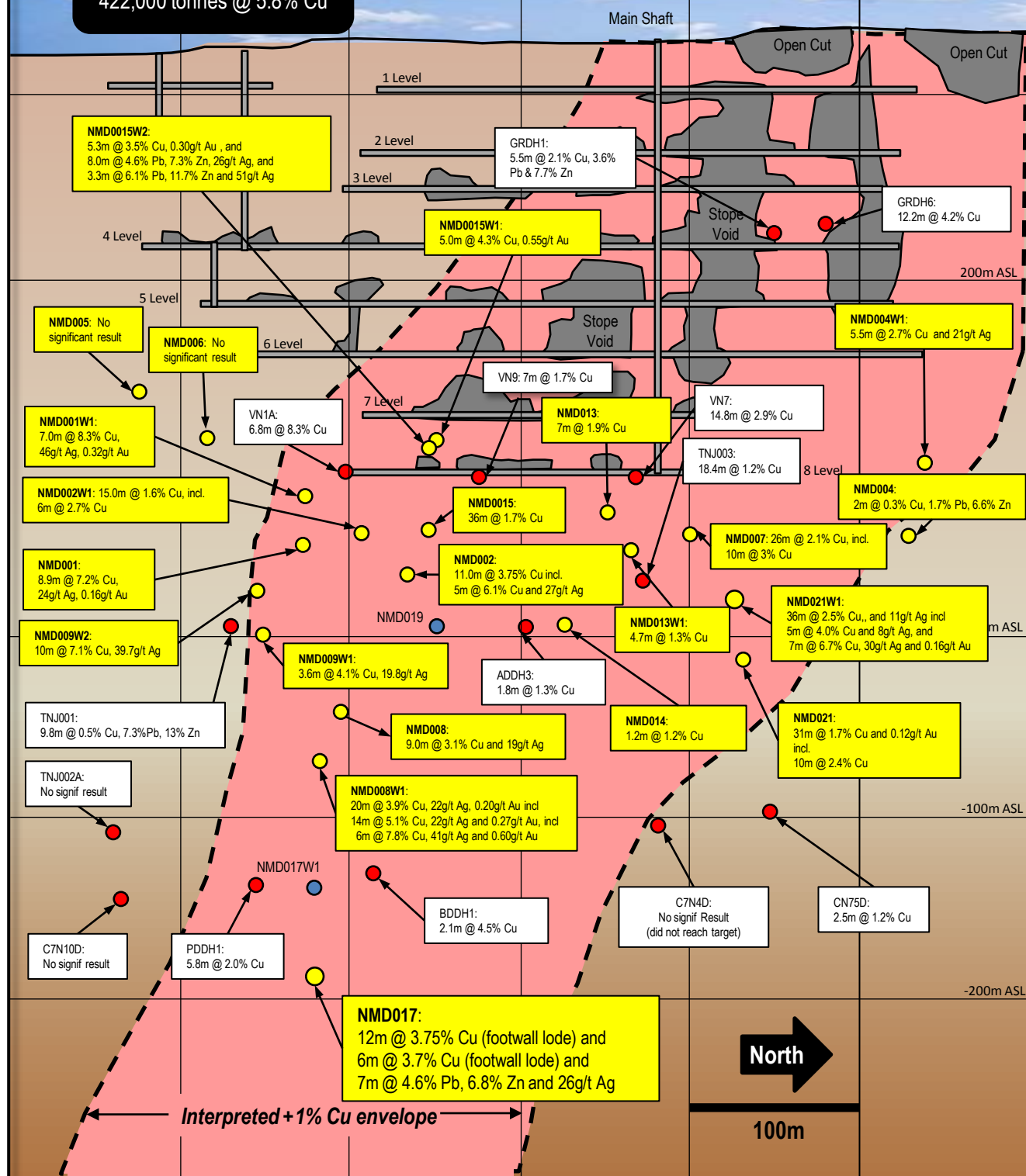
Nymagee Copper Mine

Cross Section looking North

Grid: Local- Scale as Shown



Nymagee Copper Mine
Historic Production:
422,000 tonnes @ 5.8% Cu

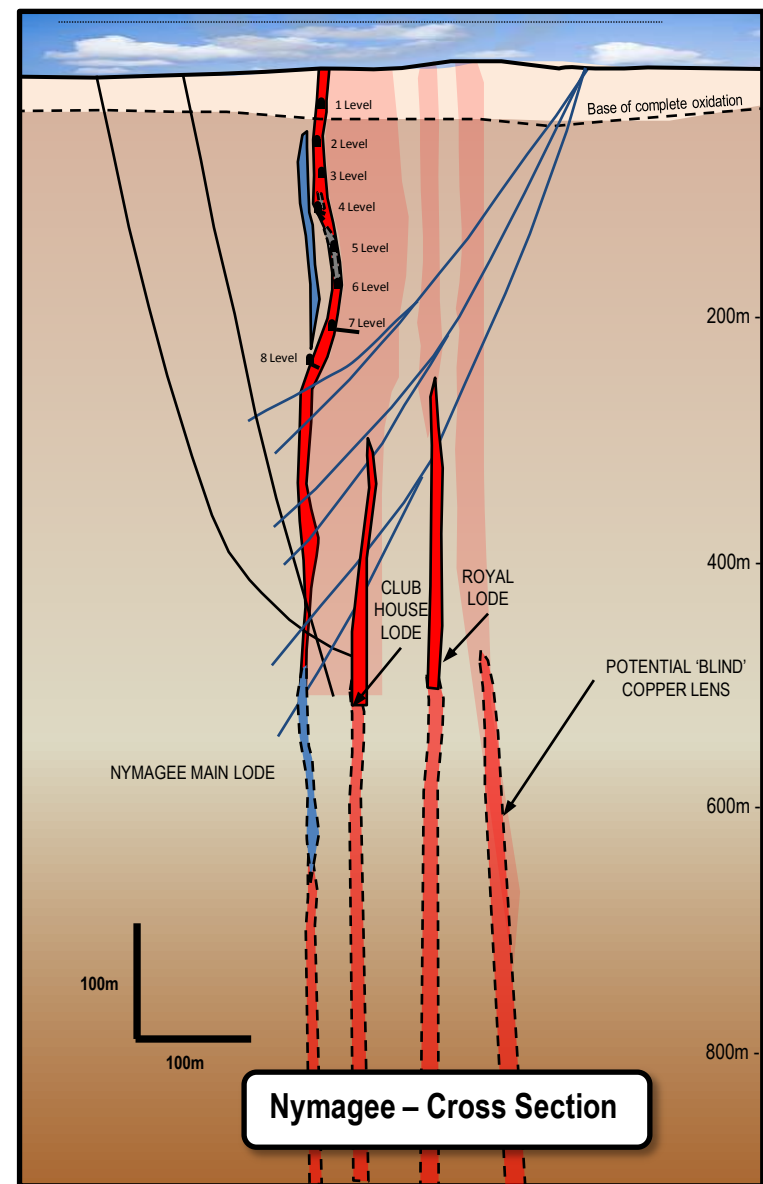
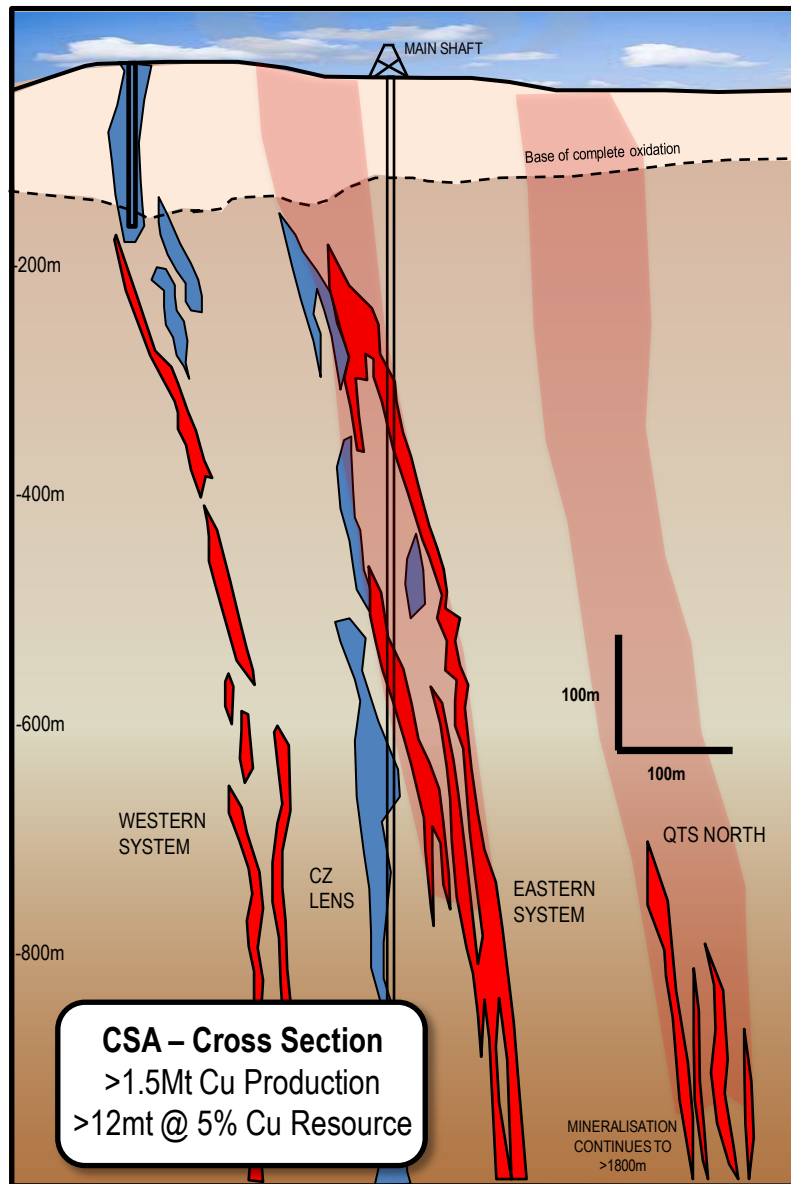


Nymagee Copper Mine
Long Section – Main Lode
looking west

Grid: Local - Scale as Shown

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





- Low-Grade Cu Mineralisation
- High-Grade Cu Mineralisation
- Pb-Zn Mineralisation

Nymagee Copper Deposit vs CSA
Schematic Cross Section Comparison- looking North
 Grid: Local - Scale as Shown