



NYMAGEE DRILLING UPDATE

Strong copper results returned from ongoing drilling programme:

- 49.1m @ 1.8% Cu from 26m (NMD041)
- 18.9m @ 2.0% Cu from 171m (NMD043)
- 76m @ 0.8% Cu from 141m (NMD039)

Initial results from the major shallow RC drilling programme, designed to infill and to test extensions of the shallow Nymagee mineralisation:

- 10m @ 1.9% Cu from 19m (NMRC026)
- 10m @ 0.34g/t Au, 0.3% Cu, 7.1% Pb and 38g/t Ag from 32m (NMRC023)

Further strong lead-zinc silver results:

- 8m @ 0.5% Cu, 5.0% Pb, 13.6% Zn and 125g/t Ag from 205m (NMD043)
- 7m @ 0.4% Cu, 3.3% Pb, 6.0% Zn and 30g/t Ag from 104m (NMRC026)
- 7m @ 0.14g/t Au, 0.2% Cu, 4.0% Pb, 6.9% Zn and 9g/t Ag from 130m (NMD037)

Drill programme continuing with 3 rigs at Nymagee

YTC Resources Limited ("YTC" or "the Company") is pleased to announce results from the ongoing drilling programme at the Nymagee Copper Project (YTC-90%) in the Cobar Basin, NSW.

YTC has received the first round of drill results from the major shallow drill programme designed to evaluate the northern area in detail, and allow for the estimation of a shallow copper resource at Nymagee. This round of drilling (summarised below) continues to demonstrate the strong potential for YTC to establish an open pit copper operation prior to development of the higher grade underground mine.

YTC has also completed its first deep diamond drill hole beneath the historic Nymagee mine. Although this first deep hole has drifted north of its target, visual inspection of the drill core indicates broad zones of copper mineralisation. Assays are yet to be received. The deep drilling programme is continuing, with the 2nd diamond hole now at approximately 400m depth.

Shallow Diamond Core Drilling

Hole **NMD041** was drilled approximately 10m north of hole NMRC001 (53m @ 2.3% Cu) to confirm the mineralisation style and obtain metallurgical samples of the footwall copper zone for testwork. The hole intersected strong copper mineralisation before terminating early at 75.6m in an old mine void. Prior to the mine void the hole recorded:

NMD041: 49.1m @ 1.8% Cu from 26m

Hole **NMD043** was drilled to test beneath strong copper mineralisation in NMRC007, the remnant mine pillar and to test the western lead zinc silver lens in this position.

The footwall copper zone was intersected as two zones of broad copper sulphide mineralisation:

**NMD043: 30m @ 0.5% Cu from 44m, and
22m @ 0.9% Cu from 98m**

The main lode mineralisation was intersected as a broad zone of strong copper mineralisation:

**NMD043: 18.9m @ 2.0% Cu from 171m, including
7.9m @ 3.4% Cu and 12g/t Ag from 182m**

The hole then passed through **very high-grade** western lead-zinc-silver lens mineralisation:

NMD043: 8m @ 0.5% Cu, 5.0% Pb, 13.7% Zn and 125g/t Ag from 205m

NMD037 was drilled approximately 60m south of the main shaft to test the remnant mine pillar between the 5 and 6 level. The hole intersected significant lead-zinc mineralisation in the footwall position, including:

NMD037: 7m @ 0.14g/t Au, 0.2% Cu, 4.0% Pb and 6.9% Zn from 130m

The remnant pillar was intersected as a narrow zone of copper-gold mineralisation:

NMD037: 2m @ 0.97g/t Au and 1.7% Cu from 192m

NMD039 was drilled approximately 50m beneath the footwall zone intersected in hole NMD038 (92m @ 1.5% Cu) and confirmed the continuity of the zone intersecting:

NMD039: 76m @ 0.8% Cu from 141m

Shallow RC Drilling

YTC has completed 27 RC drill holes to date as part of the extensive RC drilling programme at Nymagee. The programme has been designed to infill and extend the recently discovered shallow copper mineralisation with a view to delineating an open pit resource. Results from the first 4 holes are now available.

The intersection in hole NMRC026 has extended the shallow footwall copper mineralisation some 30m to the north of hole NMRC001 (53m @ 2.3% Cu). Hole NMRC026 returned:

NMRC026: 10m @ 1.9% Cu and 13g/t Ag from 19m

The hole then continued to intersect the lead-zinc silver lens as:

NMRC026: 7m @ 0.4% Cu, 3.3% Pb, 6.0% Zn and 30g/t Ag from 104m

Holes NMRC023-25 all intersected zones of lead-zinc mineralisation, including:

NMRC023: 10m @ 0.3% Cu, 7.1% Pb, 0.34g/t Au and 38g/t Ag from 32m

NMRC024: 6m @ 0.2% Cu, 1.1% Pb, 2.5% Zn from 73m

NMRC025: 8m @ 1.3% Pb, 2.2% Zn from 105m

The collar position of all shallow drill holes are presented on a drill plan included with this release.

Commenting on the continued drilling success, YTC's CEO Rimas Kairaitis said: *"These results reinforce the potential of the shallow mineralisation at Nymagee to host a substantial open-pit resource zone not just for copper, but also with substantial lead-zinc-silver credits."*



Nymagee Deep Drilling

YTC has completed the first deep drill hole beneath the Nymagee copper mine as part of an extended programme designed to test the continuity of the Nymagee copper system at depth.

The first drill hole, NMD050W1 was designed to test approximately 100m below strong copper mineralisation in holes NMD017 and NMD017W1. The drill hole drifted approximately 50m north of its target. Assays are not yet available for this hole, however visual estimation indicates the hole has intersected a broad interval (approx 120m) of 0.3 to 1.0% Cu mineralisation, including a number of narrower zones of >1.5% Cu.

The second deeper drill hole, NMD057, is now underway at approximately 400m depth.

Nymagee Gravity Anomaly – South

NMD026 was drilled to test the south-eastern gravity response at depth. The hole recorded a broad interval of low grade copper mineralisation indicating the mineral system remains well developed.

NMD026: 124m @ 0.2% Cu from 170m



Table 1: Collar summary for drill holes in this release

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMRC023	434711	6452442	-60	246	110	Testing for northern extension
NMRC024	434734	6452451	-60	246	137	Testing for northern extension
NMRC025	434757	6452461	-60	246.5	160	Testing for northern extension
NMRC026	434739	6452426	-70	246	148	Testing for northern extension
NMD026	434987	6452184	-55	185.3	350	Testing SE gravity target
NMD037	434867	6452233	-56	230.3	269.8	Testing footwall Pb-Zn-Ag
NMD039	435021	6452079	-65	257.3	281.5	Testing beneath hole NMD038
NMD041	434747	6452412	-55	245.3	76.7	Hole ended in open stope
NMD043	434803	6452343	-55	245.3	230.8	Test beneath NMRC007

Table 2: Intersection summary for drill holes in this release

Hole	From (m)	To (m)	Intercept (m)	Est true width (m)	Au (g/t)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Comments
NMRC023	32	42	10	Not determined	0.34	0.3	7.1	0.3	38	Oxide Au-Pb-Ag
NMRC024	73	79	6	Not determined	-	0.2	1.1	2.5	7	
NMRC025	105	113	8	Not determined	-	-	1.3	2.2	9	
NMRC026	19	29	10	Not determined	-	1.9	-	-	13	
NMRC026	104	111	7	Not determined	0.14	0.4	3.3	6.0	30	
NMD026	170	294	124	Not determined	-	0.2	-	-	-	Footwall Cu zone
NMD037	130	137	7	Not determined	0.14	0.2	4.0	6.9	9	Footwall Pb-Zn
	192	194	2	1.4	0.97	1.7	-	0.2	8	Main Lode Pillar
NMD039	141	217	76	44	-	0.8	-	-	-	Footwall Cu
NMD041	26	75.1	49.1	34	-	1.8	-	-	9	Ended in stope
NMD043	44	74	30	18.5	-	0.5	-	-	-	Footwall Cu
	98	120	22	14	-	0.9	-	-	-	Footwall Cu
	171	189.9	18.9	13	-	2.0	-	-	8	Main Lens
Includes	182	189.9	7.9	5.5	-	3.4	-	-	12	Main Lens
	205	213	8	5.5	0.14	0.5	5.0	13.7	125	Pb-Zn-Ag Lens

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 undertaking exploration at Nymagee to pursue the combined development of Nymagee and Hera.



**High grade massive sulphide core from the
Nymagee Copper Mine**

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 undertaking an aggressive drilling programme at the Nymagee Copper Mine, located 4.5km to the north, pursuing the combined development of Nymagee and Hera.

YTC considers 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.



High grade visible gold mineralisation Hera Project – hole HRD032