

ENCOURAGING RESULTS FROM DEEPER DRILLING AT NYMAGEE

YTC Resources Limited (“YTC” or “the Company”) is pleased to update the market with results for the first two drill holes of the deeper drilling programme at the Nymagee Copper Deposit (YTC-90%) in the Cobar Basin, NSW.

Hole NMD050W1 is the **deepest drill hole drilled to date** at Nymagee and was designed to test approximately 100m below strong copper mineralisation in holes NMD017 and NMD017W. The hole drifted approximately 50m north of its target and intersected broad zones of copper mineralisation including a number of higher grade zones, including:

NMD50W1: **33.3m @ 0.96% Cu from 422.42m, including**
 1.0m @ 12.0% Cu from 438.7m
 61.0m @ 0.8% Cu from 547m, including
 4.0m @ 2.0% Cu from 558m, and
 4.0m @ 2.1% Cu from 602m
 10.0m @ 0.5% Cu from 644m

The results are interpreted as very encouraging as they now demonstrate the continuation of broad intervals of copper mineralisation to a vertical depth of over 500m and show the copper mineralisation to be open at depth. Higher grade intervals are identified in the interpreted Club House and Royal lode positions, however further drilling will be required to determine the continuity of these lodes.

These results are presented on a long section and cross section included with this release.

A second deep drill hole, NMD057, drilled approximately 50m south and 30m above hole NMD050W1 also intersected a broad intervals of low grade copper mineralisation.

NMD057: **16m @ 0.82% Cu from 364m**
 2.0m @ 2.7% Cu from 416m
 67.0m @ 0.55% Cu from 450m
 37.0m @ 0.30% Cu from 542m

Results are pending for the the third and fourth holes of the programme. The third hole NMD058, was abandoned at 510m after the hole swung into the hole path of NMD050W1. The fourth hole, NMD059 was drilled to test approximately 75m south of the intersection in hole NMD017 and NMD017W1.

YTC is now completing a hole pair, NMD063 & NMD063W1, to test the depth extension at the northern end of the Nymagee Copper Mine.

Downhole EM (DHEM)

The company will shortly complete a DHEM survey on selected deeper holes with a view to defining conductor targets for further testing. Any strong off-hole targets generated from the DHEM is very likely to represent high grade massive sulphide mineralisation

Commenting on the results, YTC's CEO Rimantas Kairaitis said: *“Results of the deeper drilling have confirmed broad copper mineralisation at Nymagee extending to a vertical depth of over 500m. With the system remaining open at depth, we remain confident that Nymagee mineralisation will continue to grow in the manner of similar Cobar type ore systems.”*



Table 1: Collar summary for drill holes in this release

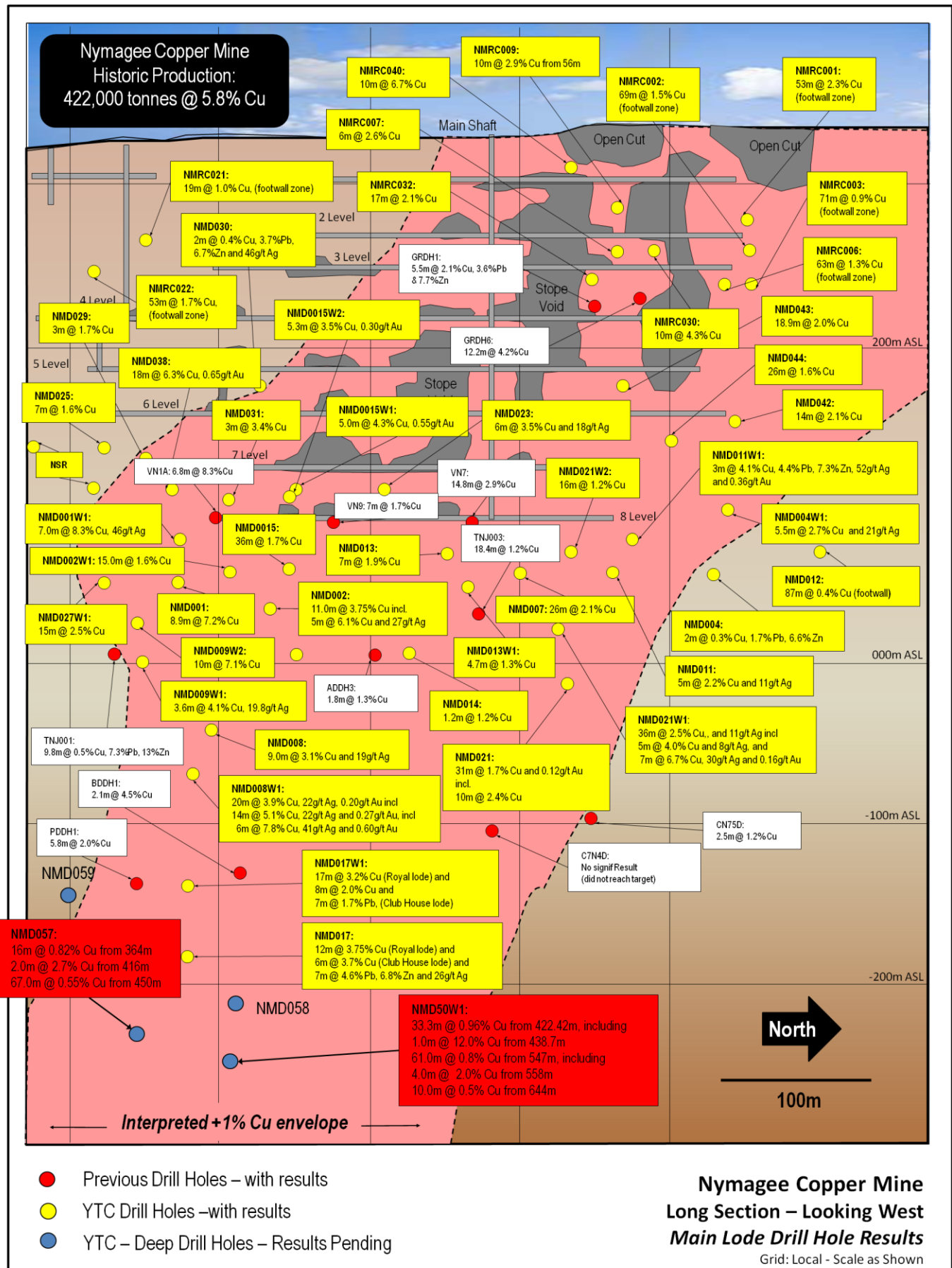
Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMD050W1	435096	6452183	-72	245.3	759.3	
NMD057	435096	6452183	-68	235.3	670	

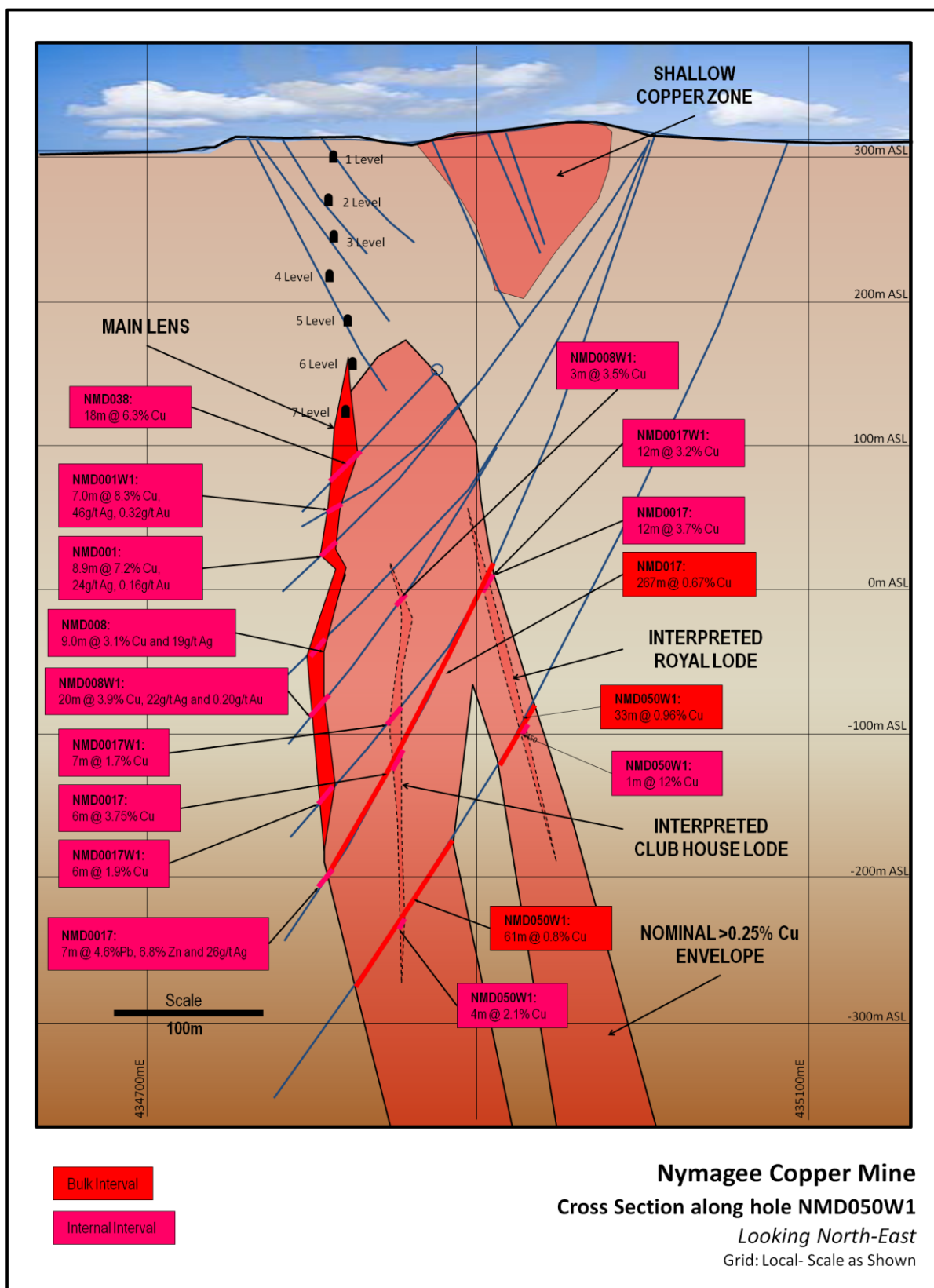
Table 2: Intersection summary for drill holes in this release

Hole	From (m)	To (m)	Intercept (m)	Est true width (m)	Au (g/t)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Comments
NMD050W1	422.42	455.7	33.3	19.1	-	0.96	-	-	-	Footwall Zone
Includes	438.7	438.8	1	0.7	-	12.0	-	-	-	Royal Lode Position
	547	608	61	35	-	0.8	-	-	-	Footwall Zone
Includes	558	562	4	2.5	-	2.0	-	-	-	
And	602	606	4	3	-	2.1	-	-	-	
	644	654	10	8	-	0.5	-	-	-	Footwall Zone
NMD057	364	380	16	12	-	0.82	-	-	-	Footwall Zone
	416	418	2	1.2	-	2.7	-	-	-	
	450	517	67	41	-	0.55	-	-	-	Footwall Zone
	542	579	37	27	-	0.3	-	-	-	Footwall Zone

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.



Deep drilling underway – 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 recently released a Definitive Feasibility Study ('DFS') on mining and processing of the Hera deposit to establish an underground mine producing gold, silver, lead, zinc as stage 1 of an integrated mine development with Nymagee. The study confirms the technical and financial viability of the development of the Hera deposit. Stage 1 development will see the establishment of the Hera gold mine and construction of a processing facility at the Hera site.

The Company is at the same time undertaking an aggressive drilling programme at the Nymagee Copper Deposit, located 4.5km to the north, with a view to establishing a maiden resource estimate for Nymagee and completing Stage 2 Feasibility studies into 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