YTC RESOURCES LIMITED

GLENCORE FUNDING COMPLETION

- $158 million development funding transaction now formally completed
- Placement to Glencore of $2.95 million of YTC shares at $0.3138 per share completed
- Mr Michael Menzies appointed to the YTC Board
- Ramp-up to full scale construction of the Hera Gold and Base Metals Project underway

YTC Resources Limited ("**YTC**" or the "**Company**") is pleased to advise that formal completion of the $158 million development funding transaction with Glencore International AG ("**Glencore**"), to fund development of the Hera Gold and Base Metals Project and the Nymagee Copper Project in the Cobar Basin, NSW, has taken place today.

YTC has issued 9.39 million shares in YTC at 31.38 cents per share to Glencore Australia, representing a 25% premium to YTC's 30 Day VWAP at the time of signing the transaction term sheet ("**Placement**"). YTC has commenced drawing down from the $155 million project finance facilities to be provided by Glencore.

YTC will appoint Glencore's nominee, Mr Michael Menzies to YTC's Board of Directors. Mr Menzies has more than 35 years' experience in the mining industry and in a variety of operational and management roles covering open cut and underground mining and processing operations in each of base metals, gold and coal. Mr Menzies has worked for Glencore in a number of capacities since 2010, including conducting operation reviews and mining project evaluation work, primarily in the base metals sector. Mr Menzies will also be one of Glencore's nominees on the Technical Steering Committee to be established by YTC and Glencore, which will oversee the technical aspects of the Hera & Nymagee Projects.

YTC also wishes to advise that ASX has granted a waiver allowing Glencore to have a pro-rata top-up right to maintain its relevant interest in YTC (not to exceed 9.9%). The waiver has been granted subject to certain conditions.

YTC's Managing Director, Rimas Kairaitis commented: *"This is a very important milestone for YTC. YTC is very pleased to have formally completed the transaction and to have funded the development of our flagship projects. Hera is expected to be one of the lowest cash operating cost gold mines in Australia (after base metal credits), and we consider both Hera and Nymagee to have exceptionally strong exploration potential".*

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