

HERA-NYMAGEE PROJECT UPDATE

- Hera Project construction continues to progress smoothly
- Downhole EM (DHEM) has identified a strong new conductor target at Nymagee North

YTC Resources Limited ("YTC" or the "Company") is pleased to provide an update on development and exploration activities at its Hera -Nymagee Project.

HERA CONSTRUCTION

Construction activities at the Hera Project continue to progress smoothly. The construction remains on budget on a total project basis.

HERA DECLINE

The Hera decline construction continues to advance well with total underground advance now at 875m representing 93% of the project schedule.

PROCESS PLANT CONSTRUCTION

The design phase of the EPC Contract with Gekko Systems is now well advanced. Orders have now been placed for a number of long lead items including the ball mill and re-grind mill.

SURFACE EARTHWORKS

Surface earthworks are progressing well with good progress on the heavy vehicle access road, clearing of final waste rock dumps and process plant area and commencement of works on the Tailings Storage Facility (TSF).

ACCOMMODATION CAMP

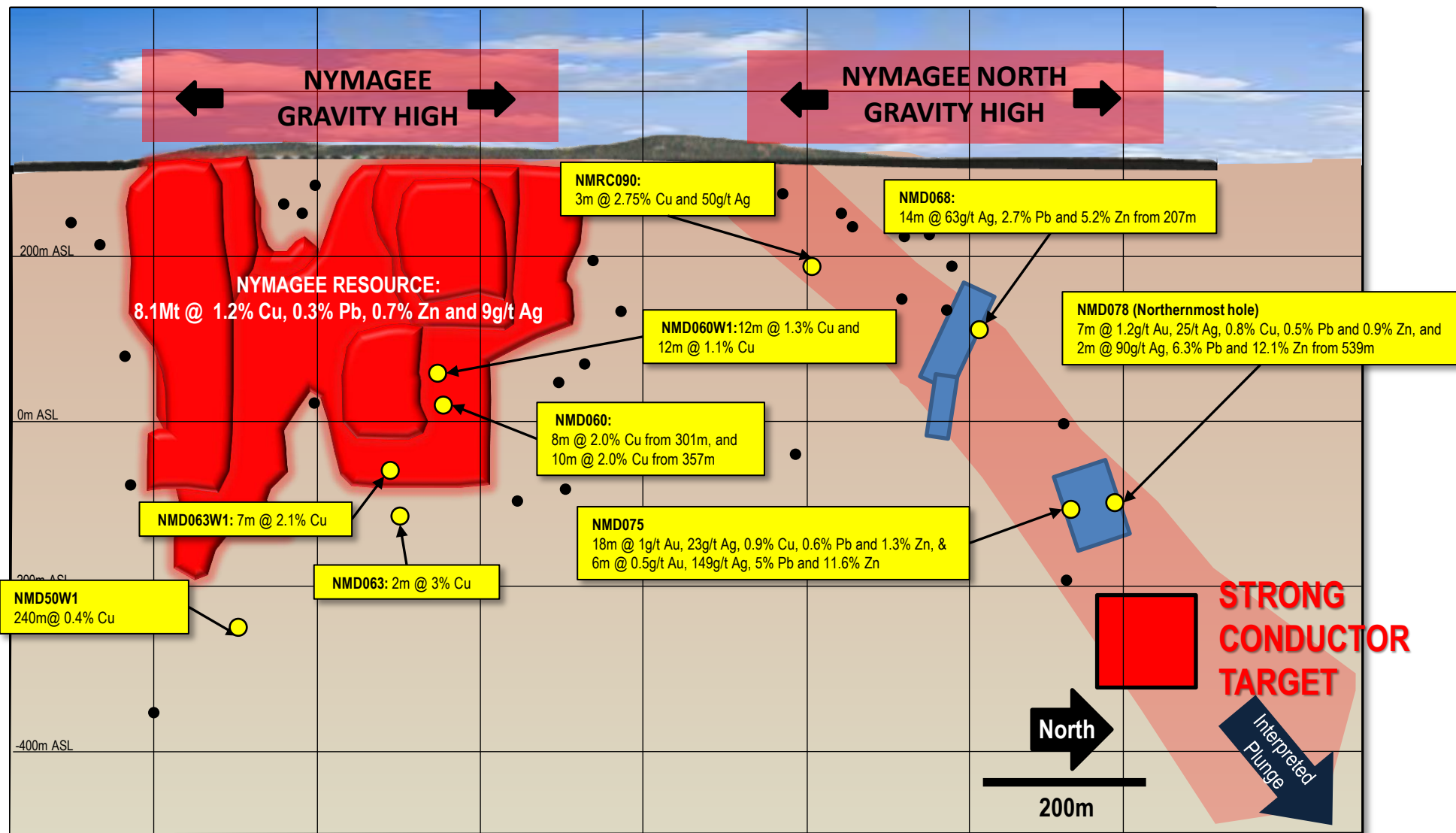
Construction of the Hera Accommodation Camp has progressed well with 10 accommodation units (40 rooms) now fixed to site. Buildings are scheduled for occupancy in August.

STRONG NEW DHEM CONDUCTOR TARGET AT NYMAGEE NORTH

YTC has completed a downhole EM (DHEM) survey at Nymagee north and identified a new, high priority conductor target to the north of all previous drilling. The new conductor target has an interpreted strong conductivity (50-60ms), which is consistent with the strength of the DHEM response from the Nymagee Main Lode.

YTC believes the position of the conductor is consistent with a steep northern plunge to the Nymagee North mineralisation (refer long section included with this release).

YTC's Managing Director, Rimas Kairaitis commented: *"Both the Hera construction and the exploration programme are progressing well. DHEM has provided another very positive target to be incorporated into our future drilling programs".*



Recent Site Photos – Hera Project Construction



Accommodation units installed at Hera



Clearing of process plant area

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 HERA-NYMAGEE PROJECT

The Hera-Nymagee Project represents YTC's flagship Project and consists of the Hera gold-base metal deposit (YTC 100%) and the Nymagee copper deposit (YTC 95%), and is located approximately 100km south-east of Cobar, in central NSW. The deposits are hosted in the Cobar Basin, which also host the major mineral deposits at CSA (Cu-Ag), The Peak (Cu-Au) and Endeavor (Cu-Pb-Zn-Ag).

YTC completed the Definitive Feasibility Study ('DFS') on the Hera Gold Project in June 2011, which confirmed the technical and financial viability of the development of the Hera deposit as a shallow underground mine and processing plant producing gold and silver doré bars and a bulk lead-zinc concentrate for sale. YTC subsequently received Project Approval from the NSW State Government in August 2012 and shareholder approval for a major funding transaction with Glencore in March 2013.

YTC is now in full scale development of the Hera project with first production due in the September quarter 2014.

The Company is also currently evaluating the Nymagee copper deposit, located 4.5km to the north, with a view to demonstrating an integrated development of the Hera and Nymagee deposits.

YTC maintains a commitment to the ongoing exploration of the Hera-Nymagee Project and considers both deposits have the potential to evolve into very large 'Cobar style' mineral systems.



Hera Mine Portal – March 2013