YTC RESOURCES LIMITED

NYMAGEE EXPLORATION UPDATE

- Further drill testing of DHEM targets to commence shortly
- Assays now available for hole NMD085

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

Assays are now available for diamond hole **NMD085** that was drilled to test a down-hole EM (DHEM) conductor target below a broad interval of copper-lead and zinc mineralisation intersected in diamond hole NMD084 – refer graphic below.

NMD085 intersected another broad stringer-sulphide interval in the target zone from 583.6m to 644.2m, with significant intervals including:

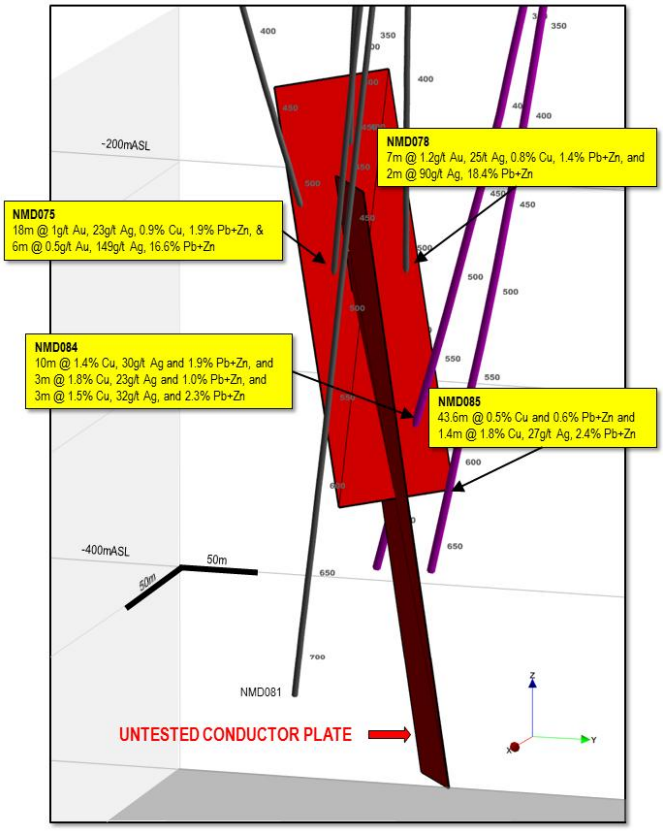
- 43.6m @ 0.5% Cu and 0.6% Pb+Zn from 584.4m including:
  - 2.1m @ 1.9% Cu, 0.55g/t Au, 18g/t Ag from 584.4m and
  - 7.8m @ 0.5% Cu, 11g/t Ag, 2.7% Pb+Zn from 596.4m
- 1.4m @ 1.8% Cu, 27g/t Ag, 2.4% Pb+Zn from 642.9m

These results are considered consistent with expectations from geological logging and consistent with the view that the conductive source of the strong DHEM response is yet to be intersected by YTC's drilling.

As outlined in the ASX release dated 9th October, the high definition DHEM survey completed in hole NMD085 shows the main conductive source running parallel to existing drilling.

Further drilling to test is planned to commence next week.

YTC's Managing Director, Rimas Kairaitis commented: *"Nymagee North results continue to be consistent with the upper part of a new Cobar style copper system. We have high hopes for the drilling of the untested component of this strong conductor"*



3D view of DHEM Conductor Plates – Nymagee North

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.

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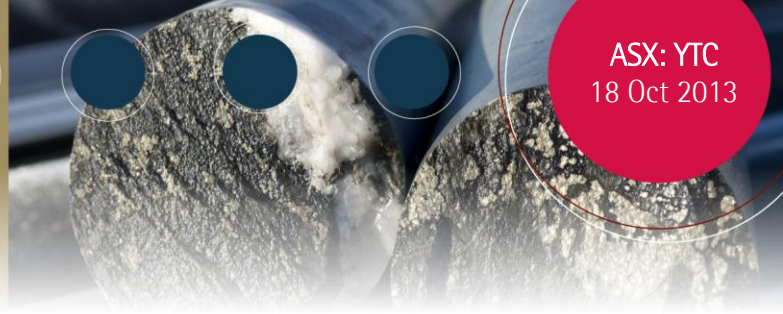

Table 1: Collar summary for drill holes in this release

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMD085	434325	6453072	-80	221.3	750.4	Nymagee North

Table 2: Intersection summary for drill holes in this release

Hole	From (m)	To (m)	Intercept (m)	True Width (m)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Comments
NMD085	584.4	628	43.6	Not determined	0.5	0.15	0.43	6	
includes	584.4	586.5	2.1	Not determined	1.9	0.1	0.3	18	
and	596.4	604.2	7.8	Not determined	0.5	0.6	2.1	11	
	642.9	644.3	1.4	Not determined	1.8	0.9	1.5	9	

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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 Boxcut and Portal

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