



## HIGH GRADE RESULTS EXTEND HERA MINERALISATION SOUTH

YTC Resources Limited (“YTC” or “the Company”) is pleased to announce preliminary assay results from exploration drill hole HRD026. The hole was drilled to test for southern extensions of the Hera deposit, approximately 120m south of the existing Resource shell. The hole returned:

- **HRD026: 7.7m @ 12.3g/t Au\*, 0.41% Cu, 2.1% Pb & 2.8% Zn from 520.3m**

Further drilling around this zone will be required to fully delineate the potential of this southern extension, however preliminary interpretation suggest this results represents the redevelopment of high grade mineralisation within the Main Lens structure. Follow-up drilling will be planned with a view to include this area inside the expanded DFS programme.

The position of this drill hole relative to the existing Hera resource outline is presented on the accompanying long section.

In addition, the high grade intersection recently reported in hole TNY005W2 as 10m @ 10.65g/t Au\*, 38g/t Ag, 6.52% Pb and 12.83% Zn from 594m, has been upgraded due to screen fire assay gold results in the metre below. The upgraded interval is:

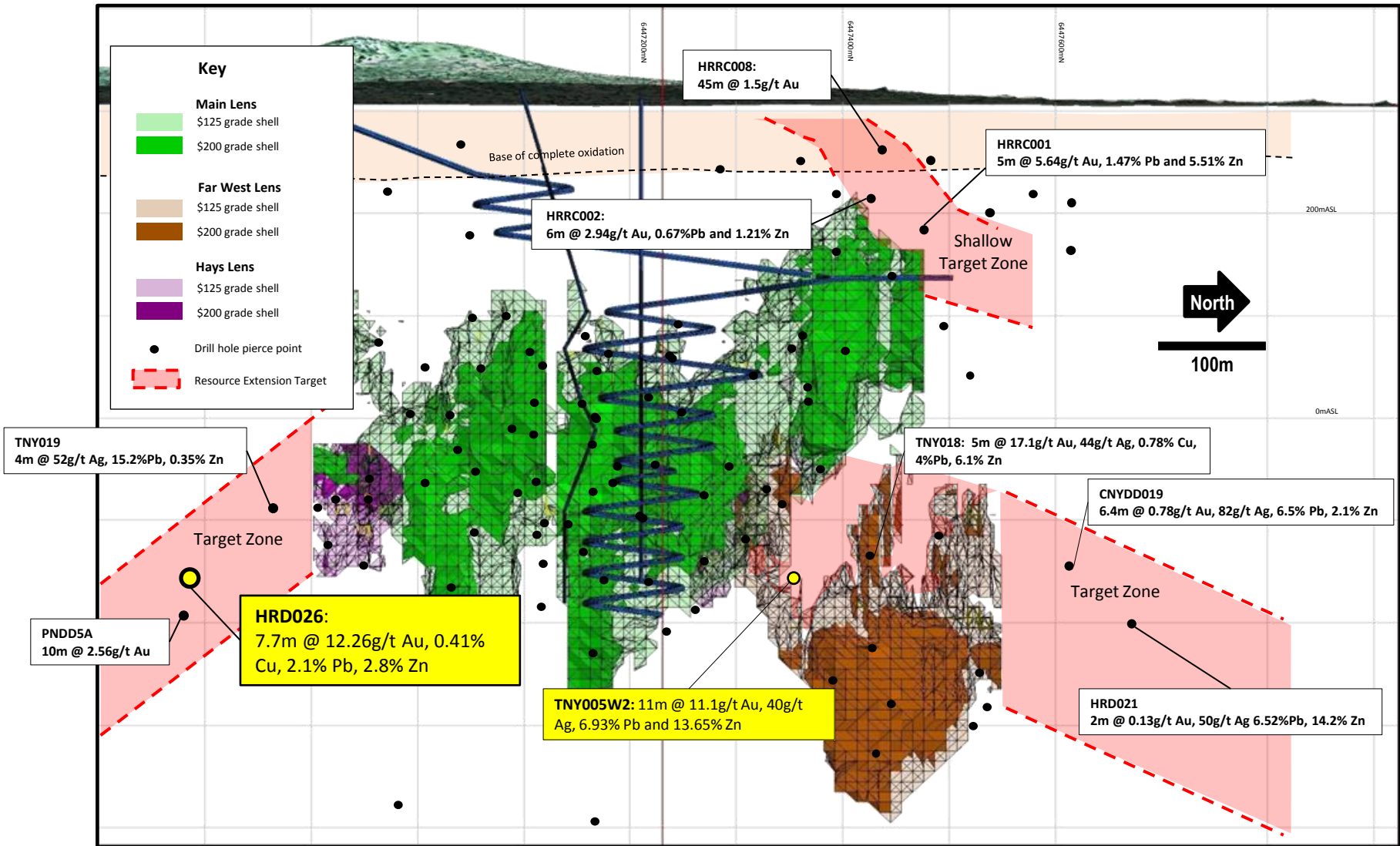
- **TNY005W2: 11m @ 11.1g/t Au, 40g/t Ag, 69% Pb and 13.6% Zn from 594m**

YTC Resources CEO, Rimas Kairaitis said “*These results provides further evidence to the Company’s conviction that the Hera deposit will continue to expand and that, together with the recent results from the ongoing drilling programme at the nearby Nymagee Copper Mine, the Hera and Nymagee projects are rapidly evolving into a mineral system of significant scale. YTC looks forward to following up these results within the expanded exploration programme*”.

*\* The gold assay in this intersection has been generated using the 30g Fire Assay technique. The intersection will be re-assayed using the screen fire assay method. The screen fire assay method is considered a more definitive estimation of gold grade in coarse gold mineralisation.*

### **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.*



**Hera Gold Deposit**  
**Exploration Target Zones – Long Section looking west**  
**View showing Resource outlines + indicative decline development**

Grid: GDA – Zone 55 - Scale as Shown



## About the Hera Gold Project

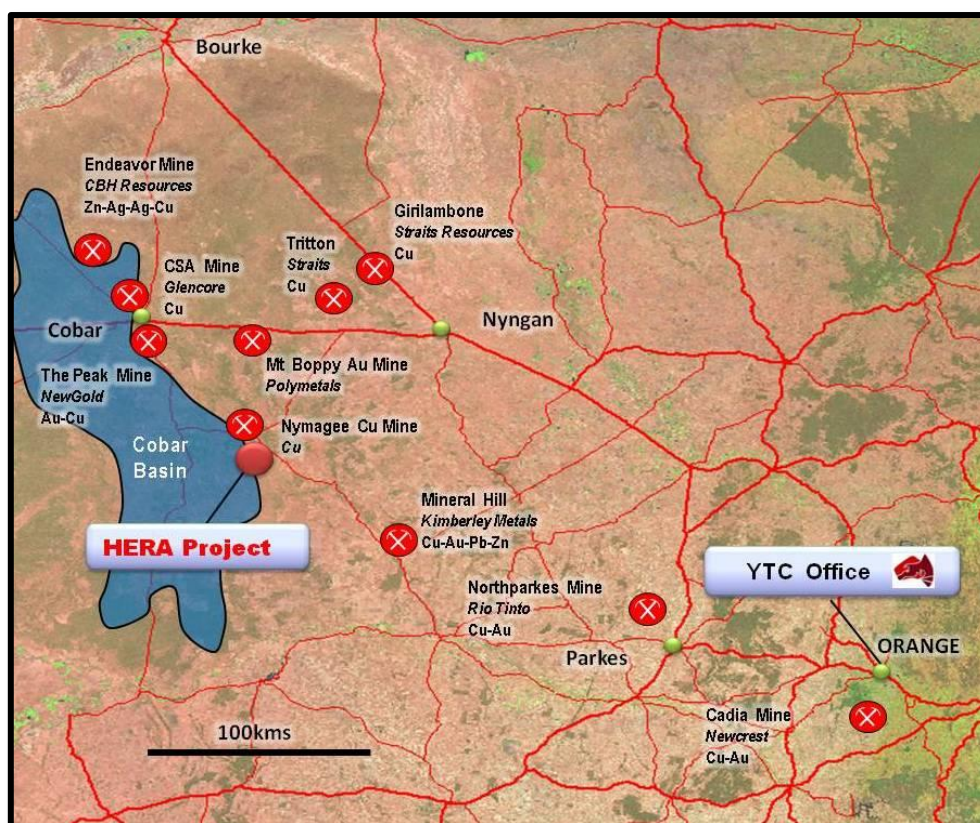
The Hera Project is located 100km south-east of Cobar and is hosted in Cobar Basin rocks which also host the world-class mineral deposits at CSA, The Peak and Endeavor.

The Hera deposit was discovered by Pasmenco 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 a underground mine producing gold, silver, lead, zinc and copper.

YTC consider 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.



Location of YTC's Hera Project with major NSW Mineral Deposits





### **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.

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 is currently sole funding the Joint Venture. If YTC continues to sole fund, it will earn an additional 1% interest for every \$75,000 of further Joint Venture expenditure, to increase its Joint Venture interest to a maximum of 90%.



## Appendix 1: Metal Equivalents

This release includes the use of gold equivalents. It is the company's opinion that all the elements included in the metal equivalents calculation have a reasonable potential to be recovered.

*Au Equivalent calculation formula = (Metal price x metal grade) ÷ (gold price per oz ÷ 31)*

The following metal prices, exchange rates and metal recoveries and payabilities were used in the estimation of “net recoverable ore value per tonne” and for the calculation of a gold equivalent. These values are the same values used in the Hera Resource Estimate released to the ASX on June 15, 2010.

Metal	Price	Metal	Recovery	Payability
Au	US\$1125/oz	Au	95%	100%
Cu	US\$6,500/t	Cu	79%	97%
Pb	US\$1775/t	Pb	82%	95%
Zn	US\$1878/t	Zn	87.3%	85%
Ag	US\$17.85/oz	Ag to Cu Con	17.5%	90%
AUD/USD	0.85	Ag to Pb Con	55.2%	95%