

ASX/Media Announcement

31 May 2013

Chinalco Yunnan Copper Resources Ltd (ASX: CYU)

FURTHER SIGNIFICANT SHALLOW COPPER SULPHIDE - GOLD MINERALISATION INTERSECTED NEAR ELAINE COPPER-GOLD RESOURCE

- **Intersection of high grades of near surface primary sulphide and gold mineralization, highlighted by 2m @ 2.79% copper and 0.53g/t gold from 94 metres down hole depth in hole MKBC002.**
- **Broad zone of near surface sulphide mineralization identified grading 79m @ 0.68% copper from 27m in hole MKBC002.**
- **Intersection of high grades of near surface primary sulphide mineralization, highlighted by 10m @ 1.13% copper from 36 metres down hole depth in hole MKBC003.**

Chinalco Yunnan Copper Resources Limited (70%) (**CYU:ASX**) as operator of the Mary Kathleen Joint Venture with Goldsearch Limited (30%) (**GSE:ASX**), is pleased to announce further intersections of broad near surface copper sulphide – gold mineralization from its first pass diamond drill program at the Blue Caesar prospect. This is located approximately 400 metres northwest of the 27.7Mt Elaine copper-gold JORC inferred resource.

CYU announced to the market on 22 May 2013 the results of near surface copper sulphide mineralization in MKBC002 of **30m @ 1.39% copper from 27m** highlighted by **8m @ 3.23% copper from 29m** down hole depth at a 1% copper cutoff including **1m @ 17.3% copper from 30m** down hole depth. Since then final analytical results have been returned for MKBC002 and the first 59m of MKBC003 (which was drilled 50m to the southeast of MKBC002) – see Tables 1 and 2 below.

The latest results are highlighted by the following:

MKBC002: 2m @ 2.79% copper and 0.53 g/t gold from 94m down hole depth at a 1% copper cutoff including **1m @ 4.37% copper and 1.01g/t gold from 95m** down hole depth. This mineralization is enveloped in a broader zone of visual mineralization grading **79m @ 0.68% copper from ~20m** vertical depth; and

MKBC003: 14m @ 0.88% copper from 34m down hole depth including **10m @ 1.13% copper from 36m** down hole depth at a 0.5% copper cut-off, **2m @ 3.44% copper from 38m** down hole depth at a 1% copper cutoff. Assays are still pending from 59m onwards and will be reported when available.

This 650m first pass drilling program at the Blue Caesar prospect has successfully tested the current exploration model targeting coincidental geochemical, geophysical and surface mineralization similar in style to the Elaine copper-gold resource situated 400m to the southeast along strike of the Mary Kathleen Shear Zone. This model is being used to assist in identifying additional potential trap sites along the 12km long Mary Kathleen Shear Zone that hosts the 27.7Mt Elaine copper-gold JORC inferred resource and the historic Mary Kathleen Uranium Mine. The main focus of these activities is to identify and develop

commercial copper and gold resources within the Mary Kathleen Joint Venture (CYU 70% / Goldsearch 30%) and the Mount Frosty Joint Venture (CYU earning in up to 75% from Mount Isa Mines Limited subject to Mount Isa Mines Limited having a buy back right so as to retain a 51% interest in the Mount Frosty Joint Venture).

CYU Managing Director, Paul Williams, said these additional results add to the confidence that was created from the initial assay results for MKBC002 reported last week. "Not only have we identified additional significant copper mineralization to an open-cut depth in MKBC002, but found more shallow copper mineralization in MKBC003. We can seek to build on the findings of these significant results into the next drilling program which we hope to commence before the end of June 2013", he said.

Once all the results are received, CYU will complete its initial evaluation of the Blue Caesar prospect and follow up with a drill program that is being planned to define the geometry of the mineralized body, evaluate the 400m previously untested strike southeast to the Elaine prospect, and provide data that can be used to establish a JORC resource around the Blue Caesar prospect.

On behalf of the Board

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About CYU

Chinalco Yunnan Copper Resources Ltd ("CYU" or "Company") is a resource exploration and development company with project interests in the Mt Isa region of north Queensland, Chile and northern Laos.

CYU's largest shareholder is China Yunnan Copper (Australia) Investment and Development Co Ltd ("CYC"), owning 43% of the total issued shares in CYU. CYC is a wholly-owned subsidiary of Kunming-based Yunnan Copper Industry (Group) Co Ltd, which is the third largest producer of smelted copper product in China. In turn, Yunnan Copper Group is a subsidiary of Aluminum Corporation of China (Chinalco) which is the largest producer of aluminum product in China and the second largest world-wide.

CYU has offices in Brisbane, Mount Isa and in Santiago. The Company is listed on the ASX under the symbol "CYU".

Competent Person's Statement

The information regarding to the Exploration Activities at the Blue Caesar prospect and the Inferred JORC Resource for the Elaine copper+gold prospect is based on information compiled by Richard Hatcher, who is a Member of the Australian Institute of Geologists and is an Executive Director of Chinalco Yunnan Copper Resources Ltd. Mr. Hatcher has sufficient experience relevant to the style of mineralization and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results and Mineral Resources". Mr. Hatcher consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Table 1: Drillhole location – Blue Caesar.

Hole_ID	East *	North *	RL (m)	Azi (°)	Dip (°)	Planned Depth (m)
MKBC001	397,696	7,700,002	398	221	-60°	216.36
MKBC002	397,644	7,700,97	394	216	-60°	234.34
MKBC003	397,761	7,700,015	397	79	-60°	200.29
* Datum : UTM – MGA94 Zone 54.						650.99

Table 2: Significant intersections at a 0.25% copper cut-off with max 3m internal dilution – Blue Caesar.

Hole_ID	From	To	Width (m)	Au (g/t)	Cu (%)	Co (ppm)	Comment
MKBC001	7	8	1	0.02	0.45	249	
MKBC001	58	59	1	0.02	0.55	506	0.5% Cu cutoff
MKBC001	125	127	2	0.02	0.43	922	
including	126	127	1	0.02	0.43	1,510	
MKBC001	142	143	1	0.01	0.33	71	
MKBC001	149	150	1	0.07	0.29	1,415	
MKBC001	170	172	2	0.01	0.37	264	
MKBC001	184	186	2	0.01	0.46	286	
including	185	186	1	0.01	0.59	403	0.5% Cu cutoff
MKBC002	10	11	1	-0.01	0.28	291	
MKBC002	27	57	30	0.05	1.39	420	
including	28	53	25	0.06	1.62	472	0.5% Cu cutoff
including	29	37	8	0.08	3.23	548	1% Cu cutoff
including	30	31	1	0.07	17.30	353	
including	51	53	2	0.07	2.94	311	1% Cu cutoff
MKBC002	66	75	9	0.01	0.31	143	
including	66	68	2	0.02	0.61	440	0.5% Cu cutoff
MKBC002	85	89	4	0.01	0.47	347	
including	85	87	2	0.02	0.57	259	0.5% Cu cutoff
MKBC002	94	96	2	0.53	2.79	642	
including	95	96	1	1.01	4.37	1,255	
MKBC002	105	106	1	0.01	0.62	631	
MKBC002	136	137	1	0.02	0.33	285	
MKBC002	177	178	1	0.01	0.36	44	
MKBC003	34	48	14	0.03	0.88	226	
including	36	46	10	0.03	1.13	199	0.5% Cu cutoff
including	38	40	2	0.06	3.44	134	1% Cu cutoff
including	44	45	1	0.03	1.36	101	1% Cu cutoff
MKBC003	52	54	2	0.03	0.51	44	
MKBC003	57	59	2	0.01	0.47	136	OPEN
MKBC003	59	200.29	Assays Pending				

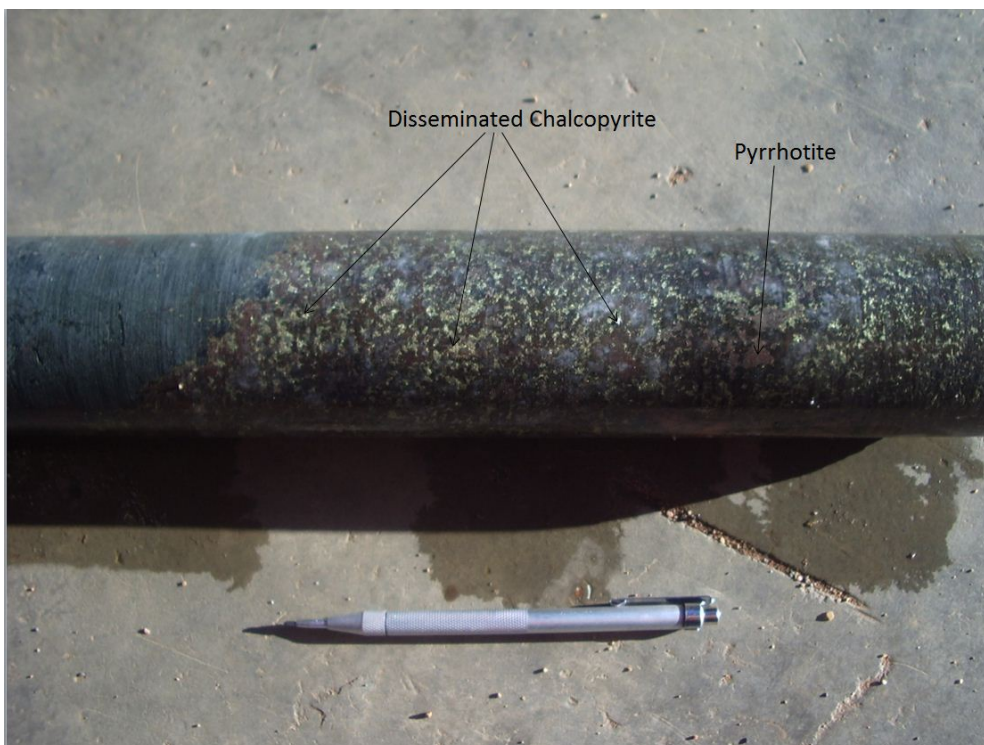
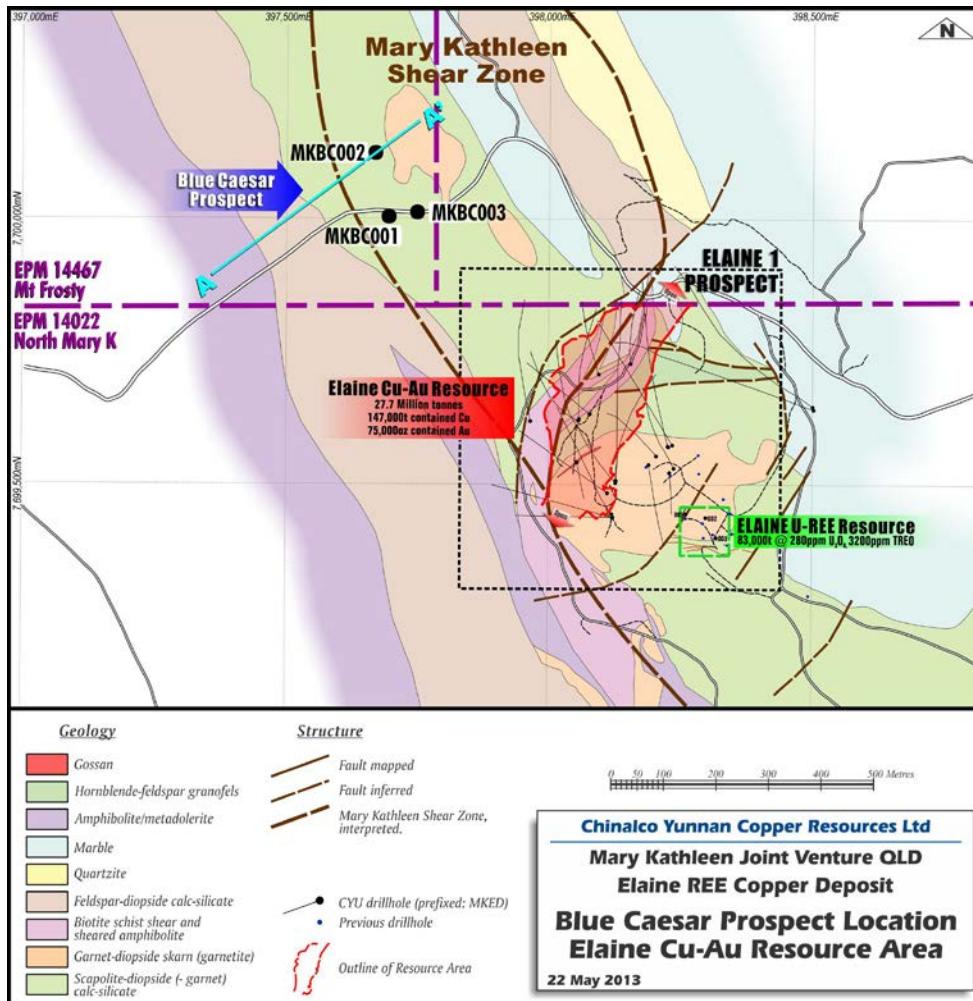


Photo 1: Disseminated copper sulphide mineralization from 39m MKBC003 grading 1m @ 3.12% copper

