

NYMAGEE EXPLORATION UPDATE

YTC Resources Limited ("YTC" or the "Company") here provides an update on exploration at its 95% owned Nymagee Project.

NYMAGEE NORTH DRILLING

Drill hole NMD087, designed to test an east-west oriented, high priority downhole EM (DHEM) conductor at Nymagee North, has now passed through the target position.

The hole passed through strong alteration and quartz veining with minor to moderate copper, lead and zinc sulphides from 381m-445m downhole. A number of thick quartz veins hosting sulphides were observed in the same east-west orientation as the target conductor plate (refer photo below and long section).

The hole has not intersected mineralisation strong enough to adequately explain the DHEM conductor response.

The conductor targeted at Nymagee North is associated with the strongest gravity response in the Hera-Nymagee district, and this in combination with the strong copper-lead-zinc-silver mineralisation intersected at the Nymagee North target to date provides YTC with strong encouragement that the Nymagee North target may represent the upper part of a new Cobar style copper system. As a result, Nymagee-North remains a high priority exploration target for the Company.



Hole NMD087: Quartz-sulphide mineralisation in east-west cross structures ~380m

YTC's Managing Director, Rimas Kairaitis commented: "Nymagee North drilling results continue to be consistent with the upper part of a Cobar deposit. YTC is committed to complement the Hera development with a continued strong exploration programme."

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.

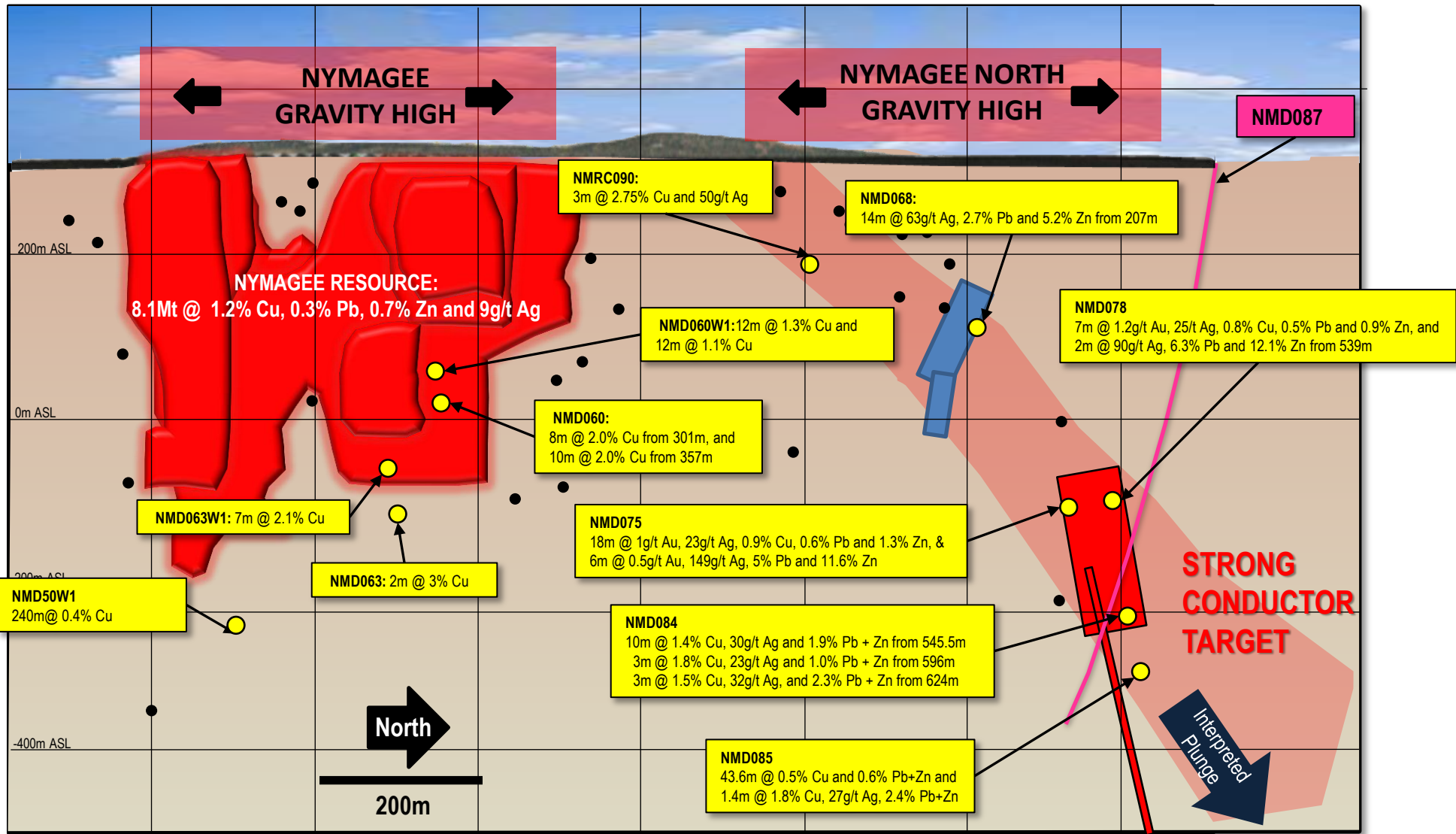
YTC is now in full scale development of the Hera project with first production due in the September quarter 2014.

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 Boxcut and Portal



| Drill Holes outside the Nymagee Resource | Nymagee North DHEM Conductors |
|--|-------------------------------|
| ● No Significant Results | ■ Weak-moderate |
| ● Strong Mineralisation | ■ Strong |
| ● Assays Pending | |

Nymagee Copper Deposit
Long Section looking west with Resource Outlines
Showing drill holes outside resource and DHEM conductor targets