

NYMAGEE DRILLING UPDATE

- **RESULTS FROM HOLE NMD021 EXTEND NORTHERN MINERALISATION AT NYMAGEE**
- **SHALLOW RC & DIAMOND PROGRAMME COMMENCED TESTING FOR SUPERGENE COPPER AND PILLAR MINERALISATION**

YTC Resources Limited ("YTC" or "the Company") is pleased to announce further strong results from the ongoing drilling programme beneath the Nymagee Copper Mine.

Hole **NMD021** was drilled to test the depth persistence of copper mineralisation at the Northern end of the known mineralisation at Nymagee. The hole intersected wide main-lode mineralisation 120m below the deepest level in the historic mine (8 level), recording:

- **NMD021: 31m @ 1.7% Cu and 0.12g/t Au from 430m, including 10m @ 2.4% Cu from 430m**

Hole NMD021 also intersected a number of **footwall lodest** on the eastern side of the Nymagee Main Lode. As observed at the southern end of the Nymagee system, the footwall lodest appear to be transitioning from wide, low grade intervals at shallow depths (eg: NMD004: 252m @ 0.25% Cu) to narrower, higher grade lenses at deeper levels. The development of high grade lenses in the footwall position is consistent with the evolution of the world class CSA deposit and provides the Company with increased confidence in the potential for further exploration success at depth at Nymagee.

Significant footwall intervals intersected in NMD021 include:

- **18.4m @ 0.74% Cu, from 273.8m**
- **7m @ 1.6% Cu from 354m**
- **7m @ 1.2% Cu from 409m**

Hole **NMD014** was drilled to test the results from a historic hole ADDH3 which intersected 1m @ 1.3% Cu in the central lower section of the Nymagee mineralisation. Hole NMD014 confirmed the width and tenor of the previous result intersecting **1.2m @ 1.2% Cu** from 393.3m.

Additional Exploration Activities at Nymagee

YTC has also commenced a programme of RC and diamond drilling to evaluate the mineralisation in the upper sections (from 0-250m) of the historic Nymagee Copper Mine. The programme is designed to explore for zones of supergene copper enrichment, to evaluate the un-mined lead-zinc lodest, as well as allow for the conversion of the historical estimates on the remnant pillars to a JORC Resource.

The Company is also commencing a 3D down hole EM (DHEM) survey to test for 'blind' conductor targets. This survey is due to commence at Nymagee next week.

YTC's CEO Rimas Kairaitis said: *"Results from hole NMD021 look to be particularly significant as it opens up a large area at the northern end for substantial extensions to the known mineralisation. We are also excited about the commencement of the shallow drilling at Nymagee as we see considerable potential in the remnant mineralisation at Nymagee as well as enriched 'supergene' copper zones in the upper sections of the Nymagee Mine"*

YTC considers the Nymagee deposit has the potential to be mined and treated under an expanded development scenario in conjunction with the Company's Hera Project. The combined development has potential to produce significant quantities of copper in concentrate, in addition to gold, silver, lead and zinc under an integrated development. The Company continues to carry out its aggressive exploration campaign at both the Hera and Nymagee deposits. YTC currently has 3 drill rigs operating at Nymagee and 2 drill rigs at the Hera Project.

Table 1: Collar summary for drill holes in this release

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMD021	434973	6452246	-53	277.3	509	To test approx 120m below 8 level
NMD014	434973	6452246	-57	250.3	447.9	To test historic result in hole ADDH3

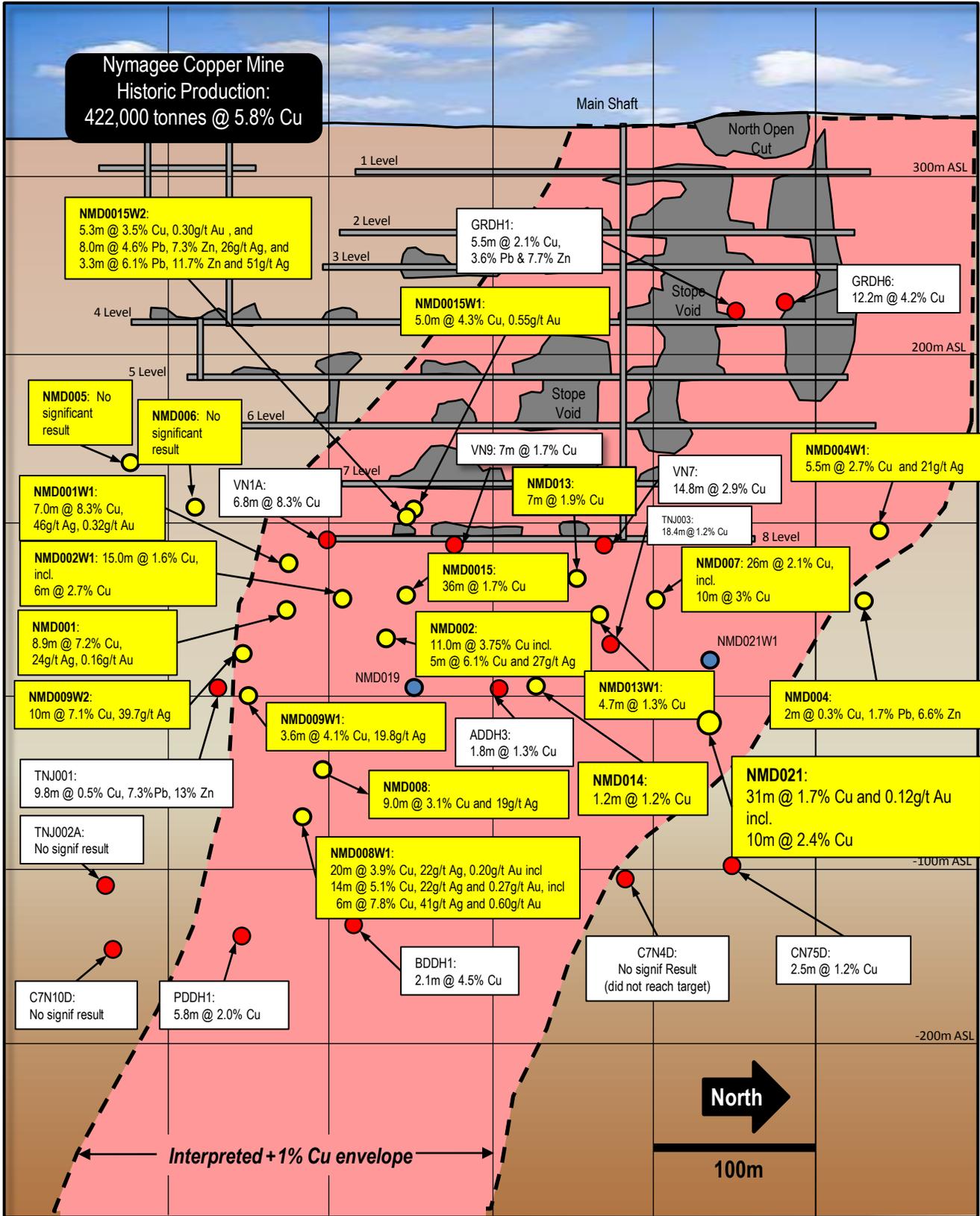
Table 2: Intersection summary for drill holes in this release

Hole	From (m)	To (m)	Intercept (m)	Est true width (m)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Au (g/t)	Comments
NMD021	273.8	292.2	18.4	12.2	0.74	-	-	4	-	Footwall Lode
	354	361	7	4.7	1.6	-	-	7	-	Footwall Lode
	409	416	7	4.8	1.2	-	-	10	-	Footwall Lode
	430	461	31	21.7	1.7	-	-	8	0.12	Main Lode
Includes	430	440	10	7	2.4	-	-	10	0.1	Main Lode
NMD014	393.3	394.5	1.2	0.7	1.2	-	-	10	-	Main Lode

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.

Nymagee Copper Mine
Historic Production:
422,000 tonnes @ 5.8% Cu



- Previous Drill Holes – with results
- YTC Drill Holes – Current Programme - with results
- YTC Drill Holes – Current Programme - Assays Pending

Nymagee Copper Mine
Long Section – Main Lode
looking west

Grid: Local - Scale as Shown



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. YTC has subsequently earned a 90% interest, through sole funding exploration expenditure.

The Nymagee JV tenements adjoin immediately north of YTC's 100% owned Hera gold-base metal Project,

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 evaluating the Nymagee mineralisation with a view to delivering an expanded Feasibility case to allow for the combination of the Nymagee and Hera mineral systems in an expanded mining scenario.



Location of YTC's Hera & Nymagee Projects with major NSW Mineral Deposits