



YTC RAISES \$10m TO EXPAND NYMAGEE AND HERA PROJECTS

- **Successful capital raising of \$10m to fund an expanded drilling and DFS programme at the Nymagee Copper mine and Hera Gold project**
- **The Placement was strongly supported by key shareholders and domestic and international institutional investors**

YTC Resources Limited ("YTC" or "the Company") is pleased to advise that it has resolved to raise up to \$10 million before costs, through the placement of 40 million shares at \$0.25 per share.

The capital raising received strong support from the Company's major shareholders and will also see a number of international and domestic institutional investor clients of Hartleys Limited ("Hartleys") join the Company's register. Hartleys is broker to the placement.

The raising provides for YTC to proceed immediately with its expanded DFS programme which will include a substantially increased drilling programme at the Nymagee Copper Mine together with extensional and infill drilling to follow up recent high grade intersections outside the resource shell at Hera.

YTC's CEO, Rimas Kairaitis said,

"We are very pleased to welcome a number of highly regarded institutional investors to the YTC register and see this as a critical step in the Company's development. With our now robust cash position, we look forward to executing our planned expanded DFS and exploration programme at the Hera & Nymagee Projects and delivering a larger scale, integrated mining project."

The Company resolved to expand its Definitive Feasibility Study following recent exploration successes, including:

- The discovery of high grade copper below the historical Nymagee mine, with results including **8.9m @ 7.2% Cu** in hole NMD001;
- High grade gold discovered 120m south of the existing Hera deposit, in hole HRD026: **7.7m @ 12.3g/t Au*, 0.41% Cu, 2.1% Pb & 2.8% Zn** from 520.3m, and
- High grade gold and base metal identified outside the Hera Far West Lens Resource in hole TNY005W2 which recorded **11m @ 11.1g/t Au, 40g/t Ag, 6.9% Pb and 13.6% Zn** from 594m

The expanded programme will include a major drilling and evaluation programme at the Nymagee Copper Mine and will assess the integration of Nymagee with an expanded Hera Resource which are located only 4.5km apart. The successful completion of this capital raising sees the Company fully funded to complete the expanded exploration programme and expects have up to 4 drilling rigs operating until mid next year.

The Placement

The placement is being completed in two tranches with 24.6 million shares being issued in tranche one pursuant to the Company's 15% capacity under ASX Listing Rule 7.1 and the balance of 15.4 million shares being issued in tranche 2, subject to shareholder approval at a General Meeting, proposed to be held on the 29th of November 2010. A Notice of Meeting will be distributed to shareholders in the coming days.



YTC's largest and third largest shareholders, Yunnan Tin Aust TDK Resources Pty Ltd ("Yunnan Tin") and Yunnan Tin (YTC) Holdings Pty Ltd ("CYTMG-HK") have each undertaken to subscribe to shares in tranche 2 of the Placement (an amount of \$1.5 million and \$595,000 respectively), to maintain their current percentage interests in the Company. Both of these investments are subject to approval by the Foreign Investment Review Board (FIRB), and Yunnan Tin's investment is subject to Chinese government approval.

Rimas Kairaitis
Chief Executive Officer

** 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 Statements

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.

The Resource Estimation has been completed by Mr Dean Fredericksen of Fredericksen Geological Solutions Pty Ltd under supervision of Mr Rimas Kairaitis. This report has been 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.