

NEW TARGETS GENERATED BENEATH HERA DEPOSIT DOWN HOLE EM SURVEY POINTS TO SOUTHERN EXTENSION

YTC Resources Limited (“YTC” or the “Company”) is pleased to provide the following exploration update in respect of its Hera Gold Deposit (YTC-100%) in the Cobar Basin, NSW.

HERA DOWNHOLE EM PROGRAMME

YTC is currently running an extensive programme of Downhole Electromagnetics (DHEM) geophysics at the Hera deposit. The survey is designed to detect extensions to the known deposit as well as provide new targets beneath the Hera deposit.

The first holes surveyed at Hera, at the southern end of the deposit, have detected two new “off hole” EM conductor plates to the south and beneath the existing Hera Deposit. Previous drill intersections on the margins of the deeper conductor plate include:

- HRD026: 7.7m @ 5.7g/t Au, 0.4% Cu, 2.1% Pb and 2.8% Zn
- PNDD5A: 11m @ 2.2g/t Au
- TNY019: 4m @ 52g/t Ag & 15% Pb

The position of the new conductor plates relative to the existing Hera Resource and previous drilling are presented on a long section with this release.

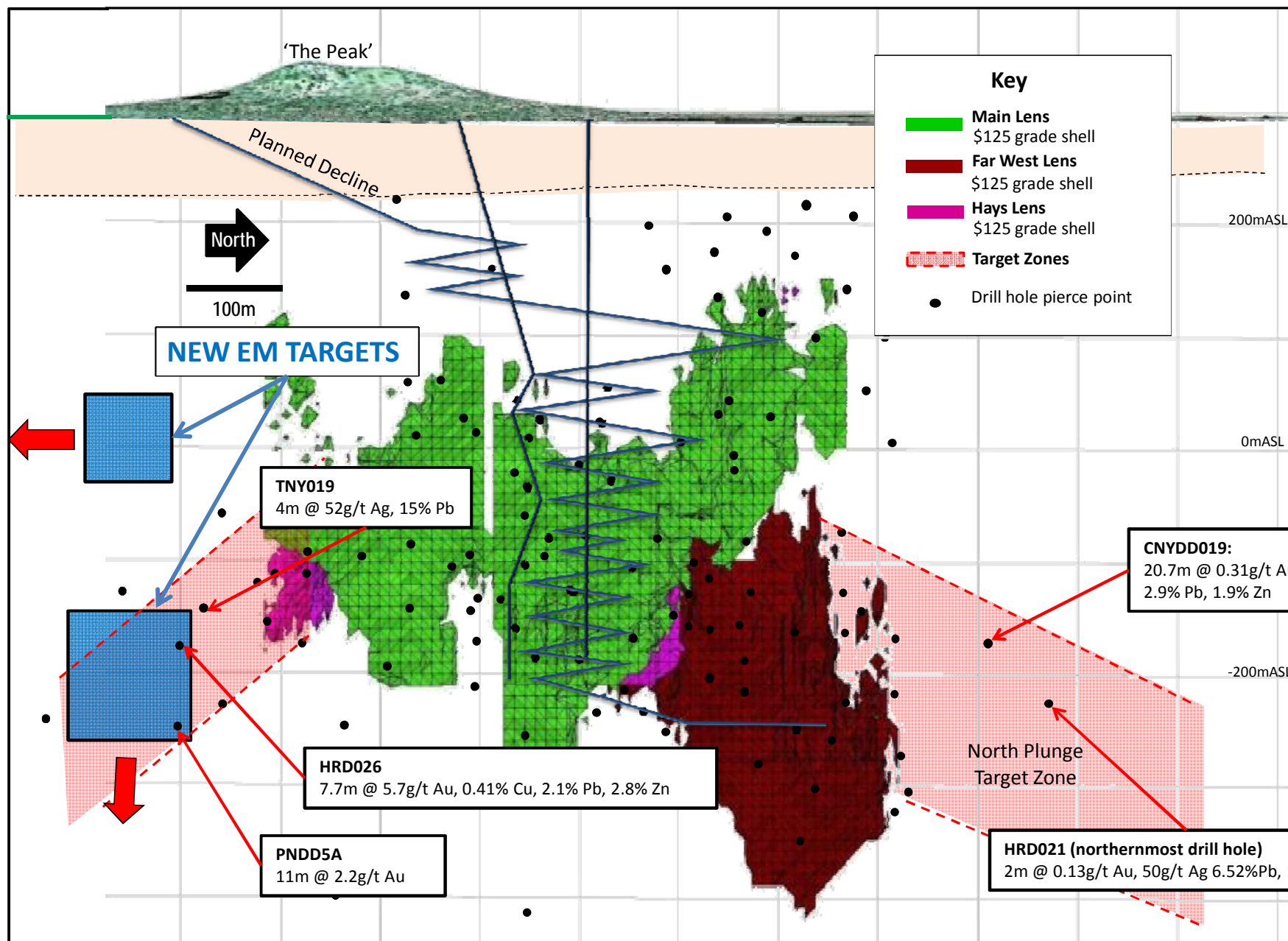
YTC is very encouraged that the Hera DHEM survey is starting to generate new targets. Results from the remainder of the DHEM survey will be reported as they come to hand. These EM conductors and any further new conductors will be prioritised in the upcoming drilling programme. YTC believe the Hera deposit has the potential to grow substantially at depth in the manner of similar ‘Cobar style’ ore systems in the Cobar Basin.

Commenting on the results, YTC’s CEO Rimas Kairaitis said:

“YTC is excited that these new conductors may represent a substantial extension to the Hera deposit mineralisation. Both the Hera and Nymagee deposits have now generated untested DHEM conductors beneath and along strike. DHEM has to date been very effective for targeting extensions to these deposits and these results are very consistent with the Cobar type deposit model of vertically extensive mineral deposits”

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.



June 2011 Resource Estimate

Category	Tonnes	NSR (A\$)	Au g/t	Ag g/t	Cu %	Pb %	Zn %	Au Eq (g/t)	Contained Au Ozs Eq
Indicated	2,113,000	243	4.2	17.0	0.2	2.8	3.9	9.2	
Inferred	330,000	207	3.5	14	0.1	2.3	3.3	7.5	
Total	2,444,000	238	4.1	16.7	0.2	2.8	3.8	8.6	677,200

Hera Gold Deposit
 June 2011 Resource Outlines – Long Section looking west
 Showing new DHEM Conductors and previous drilling

Grid: GDA – Zone 55 - Scale as Shown



About the Hera Gold and Base Metals Deposit

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 Pasminco 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 recently released a Definitive Feasibility Study ("DFS") on mining and processing of the Hera deposit to establish an underground mine producing gold, silver, lead, zinc as stage 1 of an integrated mine development with Nymagee. The study confirms the technical and financial viability of the development of the Hera deposit. Stage 1 development will see the establishment of the Hera gold mine and construction of a processing facility at the Hera site.

Stage 2 Feasibility studies will look at the optimum strategy for the integration of the Nymagee deposit into the Hera development.

YTC has commenced preliminary development works at Hera under the existing Part 5 approval as it awaits final permitting for the Hera development.

YTC considers 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.



Stage 1 Earthworks completed at Hera – April 2012

About the Nymagee Joint Venture

YTC has a 95% interest in the Nymagee JV tenements which are located immediately north of YTC's 100% owned Hera gold-base metal deposit.

YTC has recently announced a maiden resource at Nymagee of 8.1Mt @ 1.2% Cu, 0.3%Pb, 0.7% Zn and 9g/t Ag.

The Joint Venture includes the Nymagee Copper Mine which last operated in 1918, and has recorded historical production of 422,000t @ 5.8% Cu.

YTC is the manager and operator of the Joint Venture and undertaking exploration at Nymagee to pursue the combined development of Nymagee and Hera.

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



Massive sulphide mineralisation – Nymagee Copper Deposit