

## DRILLING EXTENDS THE HERA DEPOSIT TO NORTH AND SOUTH

- **Northernmost drill hole at Hera intersects strong lead-zinc sulphides**
- **Hole HRD040 intersects 14m @ 2.4g/t Au, 22g/t Ag & 6.6% Pb+Zn**

YTC Resources Limited ("YTC" or the "Company") is pleased to provide the following exploration results from the Hera Gold Deposit (YTC-100%) in the Cobar Basin, NSW.

### NORTHERNMOST DRILL HOLE AT HERA INTERSECTS STRONG LEAD-ZINC MINERALISATION

The first exploration drill hole (HRD042) testing the down hole EM (DHEM) target off the northern end of the Hera deposit has intersected strong sulphide mineralisation in the target zone including a 6.4m down hole zone hosting bands of semi-massive lead-zinc sulphides.

This hole is the northernmost hole in the Hera deposit. The intersection lies >200m north of the existing Hera Resource and shows the Hera mineral system to remain completely open to the north.



Strong lead-zinc mineralisation in hole HRD042, approx. 384m down hole depth

### HERA SOUTH

Assays have been received for hole HRD040, drilled to test a strong DHEM target to the south of Hera. The hole recorded results of:

- **HRD040: 14m @ 2.40g/t Au, 22g/t Ag & 6.6% Pb+Zn from 628m, including 6m @ 4.54g/t Au, 15g/t Ag & 5.3% Pb + Zn from 628m**

This strong result extends economic grade mineralisation to >150m south of the Hera Resource and shows the Hera mineral system to be open to the south along plunge.

A wedge hole, HRD040W1, was completed approximately 60m above the intersection in HRD040 and has recorded a strong sulphide intersection from approximately 566-578m down hole. This result confirms the vertical continuity of the mineralisation recorded in hole HRD040. Assays for hole HRD040W1 are expected to be available in approximately four weeks.



Strong sulphide mineralisation in hole HRD040W1



Hole HRD043 was drilled to test the higher level DHEM conductor at the southern end of Hera. The hole intersected a broad interval (~100m down hole width) of low-grade lead and zinc sulphides, however no economic grades from this hole are anticipated.

A Hera long section, showing the position of the drill holes described, is included with this release.

Drilling continues at Hera with follow on holes to test above the strong intersection in hole HRD042 and below the strong results in hole HRD040.

A second rig is being sourced to commence drilling on the DHEM targets generated at Nymagee, with the second rig expected to commence within the week.

Commenting on the results, YTC's MD Rimas Kairaitis said:

*"These results have really opened up the Hera mineralisation to both the north and south. To see such strong mineralisation in the northernmost drill hole starts to excite us as to how large the Hera system may become"*

**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.*

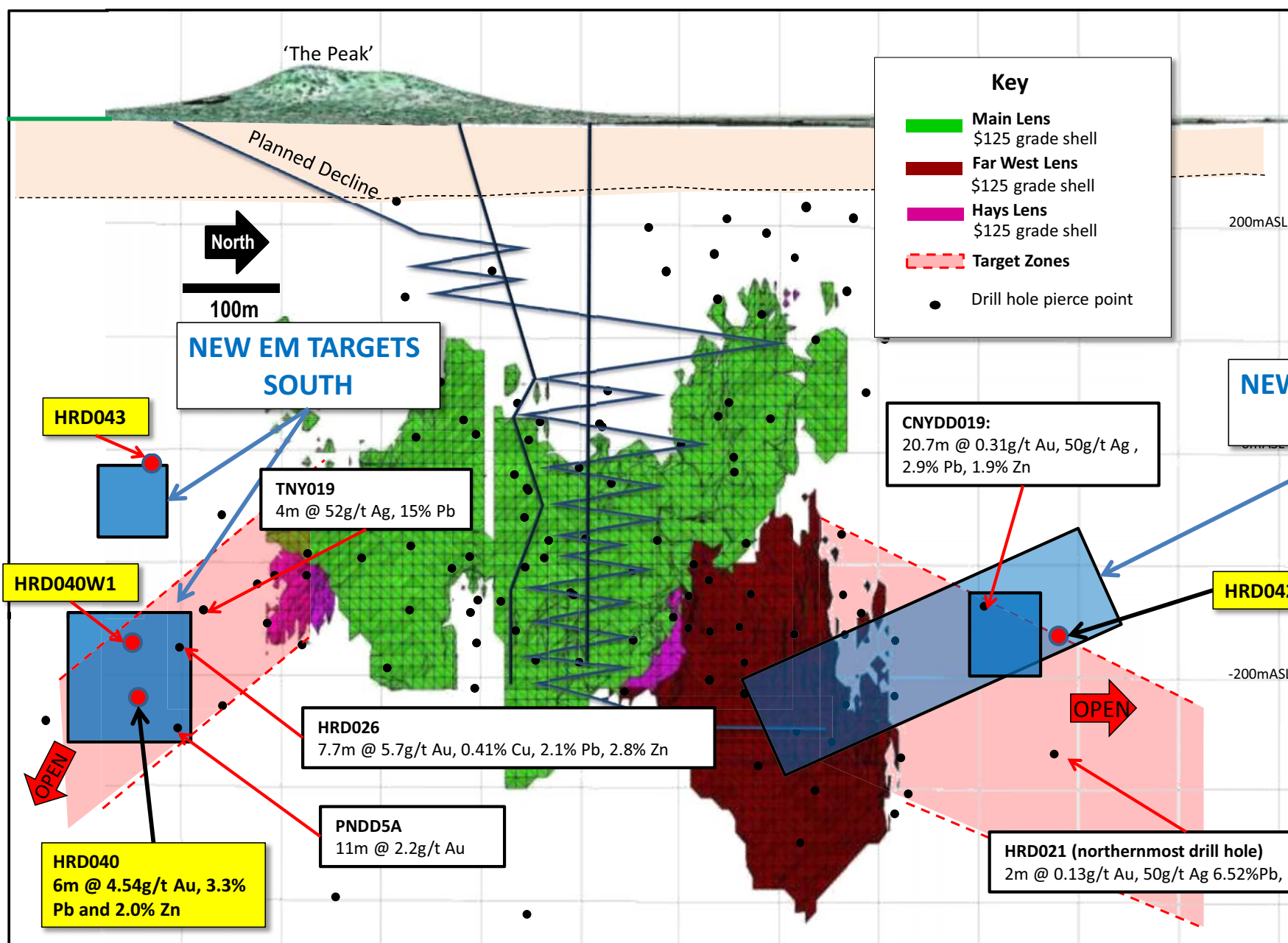
**Table 1: Collar summary for Hera drill holes results in this release**

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
HRD040	436793	6446915	-71	240.3	720	Test southern EM target

**Table 2: Intersection summary for Hera drill holes in this release**

Hole	From (m)	To (m)	Intercept (m)	Est true width (m)	Au* (g/t)	Cu (%)	Pb (%)	Zn (%)	Ag (g/t)	Comments
HRD040	628	642	14	8.8	2.40	0.15	4.7	1.9	22	
Includes	628	634	6	4	4.54	0.13	3.3	1.9	14	

\* Gold assays by the screen fire assay (SFA) method. The screen fire assay is considered the most accurate assay technique in coarse gold environments.



**Key**

- Main Lens**  
\$125 grade shell
- Far West Lens**  
\$125 grade shell
- Hays Lens**  
\$125 grade shell
- Target Zones**
- Drill hole pierce point

**NEW EM TARGETS NORTH**

**NEW EM TARGETS SOUTH**

**CNYDD019:**  
20.7m @ 0.31g/t Au, 50g/t Ag,  
2.9% Pb, 1.9% Zn

**TNY019**  
4m @ 52g/t Ag, 15% Pb

**HRD040W1**

**HRD042**

**HRD026**  
7.7m @ 5.7g/t Au, 0.41% Cu, 2.1% Pb, 2.8% Zn

**OPEN**

**OPEN**

**PNDD5A**  
11m @ 2.2g/t Au

**HRD021 (northernmost drill hole)**  
2m @ 0.13g/t Au, 50g/t Ag 6.52%Pb, 14.2% Zn

**HRD040**  
6m @ 4.54g/t Au, 3.3%  
Pb and 2.0% Zn

**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	
<b>Total</b>	<b>2,444,000</b>	<b>238</b>	<b>4.1</b>	<b>16.7</b>	<b>0.2</b>	<b>2.8</b>	<b>3.8</b>	<b>8.6</b>	<b>677,200</b>

**Hera Gold Deposit**  
Long Section looking west with Resource Outlines  
*Showing new drill hole positions,  
DHEM conductor targets 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.

In September 2011, YTC 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.

YTC received State Government Approval for the Hera Project in August 2012

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



Hera Project – Completed Boxcut

### 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**