

NYMAGEE AND HERA DRILLING UPDATE

YTC Resources Limited ("YTC" or the "Company") is pleased to provide the following exploration update from the Hera Gold Deposit (YTC-100%) and the Nymagee JV (YTC-95%) in the Cobar Basin, NSW.

- Strong copper-gold & lead-zinc-silver zones extended at Nymagee North
- Further strong lead-zinc sulphides intersected at Hera North

NYMAGEE CONTINUES TO EXTEND NORTH

At Nymagee North, hole **NMD078**, was drilled a further 40m north of hole NMD075 (the previous northern-most drill hole at Nymagee) to test the extension of strong poly-metallic intersections recently discovered by YTC.

Hole **NMD078** has confirmed the northerly extension of these zones, as well as recording substantial gold mineralisation, intersecting discrete copper-gold and lead-zinc-silver zones including:

- 9m @ 1.0g/t Au, 25g/t Ag, 0.8% Cu, 0.5% Pb and 0.9% Zn from 518m, and
- 2m @ 90g/t Ag, 6.3% Pb and 12.1% Zn from 539m

Situated approximately 550m north of the Nymagee Resource, **NMD078** is now the **northernmost drillhole at Nymagee** and demonstrates the mineral system remains open to the north. These results are shown on a long section accompanying this release.

YTC has also completed hole NMD081, to test approximately 100m below hole NMD075. Hole NMD081 intersected strong iron-sulphides from 560 - 629m with minor base metal sulphides.

Nymagee North continues to return strong base metal intersections with precious metal credits, and YTC remains of the view that the Nymagee North mineralisation recently discovered by YTC potentially represents the upper part of a new mineral deposit.

Selected holes have been cased in preparation for further downhole EM (DHEM) and follow up drilling.

The Company is currently completing deeper exploration holes between the main Nymagee deposit and Nymagee North, as well as below the Nymagee deposit itself.

HERA NORTH

Follow up drilling at Hera North has intersected a 4m zone of high grade, semi massive lead-zinc mineralisation approximately 40m above the strong results previously reported for holes HRD042, 42W1 and 42W2. Assays for this hole are pending.

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

"Drilling continues to extend the Hera deposit and provide continued encouragement at Nymagee North. Our exploration programmes continue to demonstrate the potential for mine life to be extended through further drilling below and along strike of the existing resources defined at the Hera and Nymagee 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.

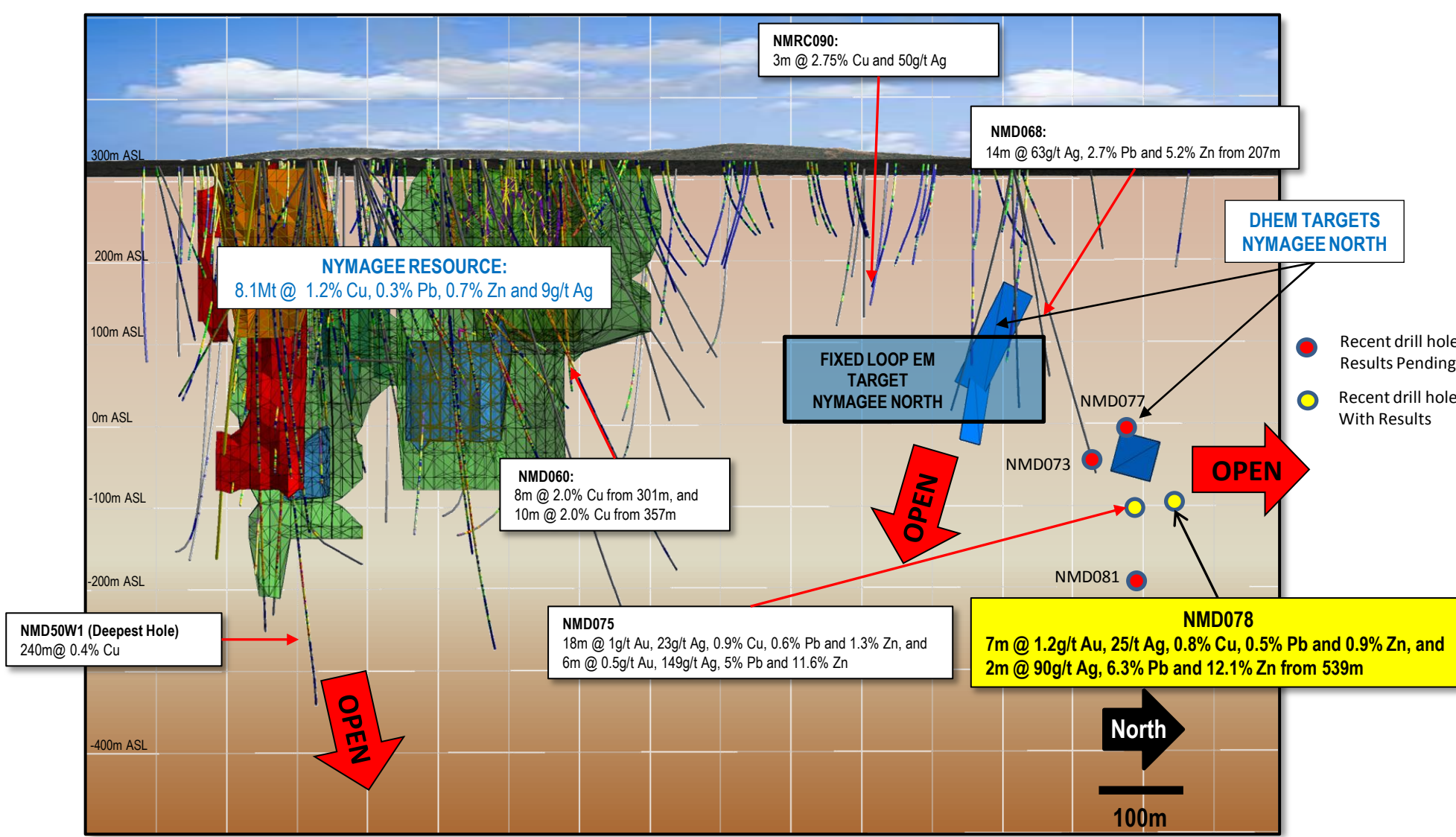
Table 1: Collar summary for drill holes in this release

Hole	GDA_E	GDA_N	DIP	AZI_MGA	Depth	Comments
NMD078	434345	6452977	-74	250.3	561.7	Nymagee North
NMD081	434352	6452980	-80	236.3	723.0	Nymagee North
HRD049	435935	6447541	-55	66.3	399.4	Hera North

Table 2: Intersection summary for 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
NMD078	518	527	9	unknown	1.0	0.8	0.5	0.9	25	
	539	541	2	unknown	0.15	0.1	6.3	12.1	90	





NYMAGEE RESOURCE:
8.1Mt @ 1.2% Cu, 0.3% Pb, 0.7% Zn and 9g/t Ag

NMRC090:
3m @ 2.75% Cu and 50g/t Ag

NMD068:
14m @ 63g/t Ag, 2.7% Pb and 5.2% Zn from 207m

**DHEM TARGETS
NYMAGEE NORTH**

**FIXED LOOP EM
TARGET
NYMAGEE NORTH**

- Recent drill hole Results Pending
- Recent drill hole With Results

NMD060:
8m @ 2.0% Cu from 301m, and
10m @ 2.0% Cu from 357m

NMD50W1 (Deepest Hole)
240m @ 0.4% Cu

NMD075
18m @ 1g/t Au, 23g/t Ag, 0.9% Cu, 0.6% Pb and 1.3% Zn, and
6m @ 0.5g/t Au, 149g/t Ag, 5% Pb and 11.6% Zn

NMD078
7m @ 1.2g/t Au, 25t Ag, 0.8% Cu, 0.5% Pb and 0.9% Zn, and
2m @ 90g/t Ag, 6.3% Pb and 12.1% Zn from 539m



100m



Selected drill results outside the Resource

Nymagee Copper Deposit
Long Section looking west with Resource Outlines
*Showing new drill hole positions,
DHEM conductor targets and drilling results*
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, and 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.

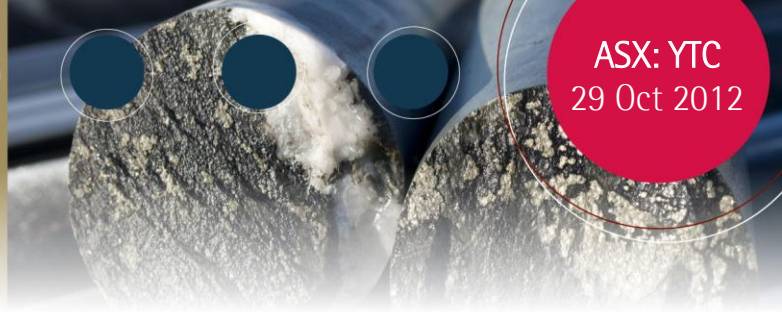
YTC received State Government Approval for the Hera Project in August 2012.

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 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