



GRAVITY SURVEY UNCOVERS NEW EXPLORATION TARGETS – DEMONSTRATES POTENTIAL FOR FURTHER HERA STYLE DEPOSITS

- Detailed gravity geophysics survey covering the highly prospective Hera-Nymagee corridor is now complete
- Several new, high priority gravity anomalies have been identified for further exploration
- Follow up drilling planned for the Zeus gravity anomaly in March

YTC Resources has completed the initial processing of a major gravity geophysics survey covering the highly prospective Nymagee - Hera corridor.

The gravity technique has historically proved highly effective in the Cobar Basin for directly identifying the location of 'Cobar style' sulphide ore deposits.

The gravity survey was conducted on 100m x 100m survey stations and the data has now been processed to account for terrain and regional gradient effects.

The survey clearly indicates numerous untested gravity high responses, in particular:

- The Hera Deposit has a discrete gravity anomaly response. This is consistent with the successful application of the gravity technique to other Cobar style ore systems, most notably the CSA Deposit.
- The Zeus target, a gravity-high located 1.5km south is of similar size, shape and strength to the Hera deposit response. The first two drill holes testing the Zeus anomaly intersected Hera-style alteration and weak copper-lead-zinc mineralisation. A further two drill holes have been planned and are expected to be completed in March.
- A strong gravity-high to the immediate north of the Nymagee Copper Mine. This anomaly has only been partially tested by previous shallow RC drilling.
- A strong, untested gravity-high to the immediate south and south-east of the Nymagee Copper Mine.
- A strong, untested gravity-high to the immediate west of the Nymagee Copper Mine.
- A strong, untested gravity-high to the south of the Zeus Anomaly. This response is yet to be closed off and will require an extension to the original survey.

Rimas Kairaitis, YTC's CEO stated:

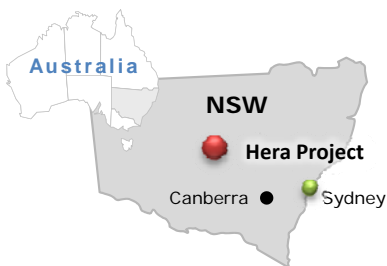
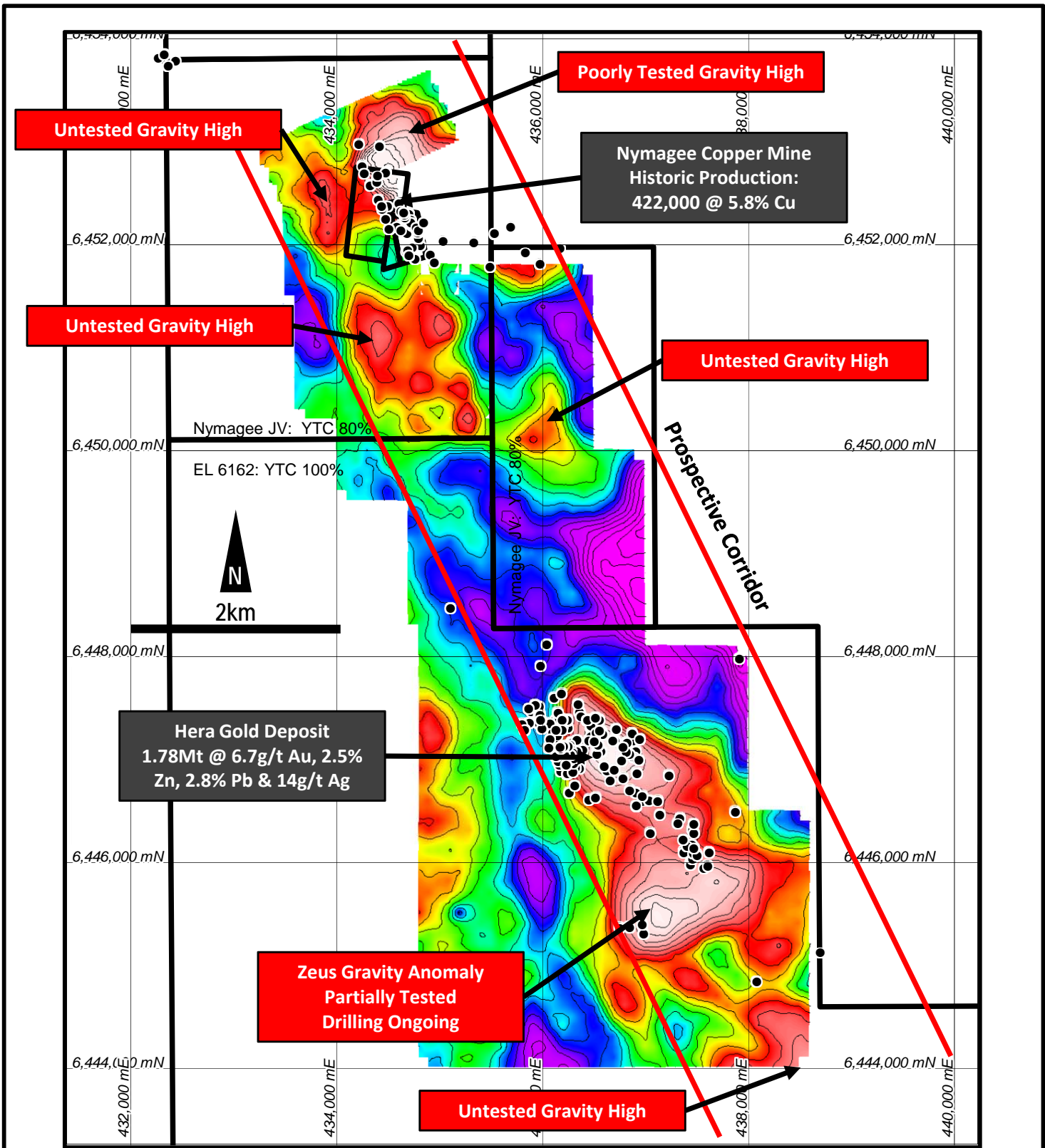
"These results are very exciting. YTC strongly believes gravity to be a powerful tool in the discovery of further Hera-style ore-bodes which are otherwise blind at surface. These new anomalies give us great encouragement to extend our exploration drilling effort, with a view that the Hera-Nymagee corridor may ultimately reveal a number of new mineral systems".



The final processing step, being detailed gravity modelling is yet to be complete and will ultimately form the basis for detailed drill hole targeting.

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.



Hera Gold Project
Ground Gravity Survey - Hebe to Nymagee
Corrected Gravity Image

Grid: GDA – Zone 55
 Scale as Shown



-  Tenement Outline
-  RC & Diamond Drill Holes