

CHINA YUNNAN COPPER
AUSTRALIA
LIMITED

QUARTERLY REPORT

for the three months ending

31 March 2010

CHINA YUNNAN COPPER
AUSTRALIA

HIGHLIGHTS

COPPER-GOLD

GEM – RESOURCE DEFINITION DRILLING COMPLETE

CHILE – HUMITO PORPHYRY FIELD WORK

REE URANIUM

ELAINE DOROTHY – JORC RESOURCE ESTIMATE

GOLD

PENTLAND JV AND STANLEYS HOPE – DRILLING UNDERWAY

CHINA YUNNAN COPPER AUSTRALIA LIMITED

ABN:29 070 859 522

Level 5, 60 Edward Street, Brisbane Queensland 4000 Australia

Phone: (61 7) 3303 0653, Fax: (61 7) 3303 0601

www.cycal.com.au ASX : CYU

Jason Beckton, MD
28 April 2010



Humitos Project, Chile

Quarterly Overview

COPPER GOLD – CLONCURRY MOUNT ISA

Resource delineation drill program complete for intrusive hosted copper mineralisation at the **Gem Prospect**. Compilation of data for estimation of inferred resource is now underway.

GR024: 12m @ 1.08% copper, 0.58g/t gold from 16m.

GR025: 2m @ 0.65% copper, 1.61g/t gold from 88m.

GR029: 12m @ 0.51% copper, 0.68g/t gold from 58m.

GR030: 9m @ 1.66% copper, 0.46g/t gold from 15m.

GR033: 5m @ 0.67% copper, 0.21g/t gold from 31m.

GR042: 22m @ 0.45% copper, 0.25g/t gold from 108m.

Mount Dorothy mapping completed, drilling in current quarter proposed for Mary Kathleen JV. Previous result of 26m @ 0.86% copper by MIM to be verified.

URANIUM - REE- Mt Isa (MARY KATHLEEN JV)

Elaine Dorothy: Drilling of three diamond holes enables JORC Inferred Resource Estimate of 83,000 tonnes @ 280ppm U₃O₈ and 3,200ppm Total Rare Earth Oxides (TREO) at a lower cut-off of 200ppm U₃O₈.

COPPER GOLD - CHILE

Mapping and ground magnetic program at **Humitos** to refine drill targets. Magnetics combined with existing IP may define the intrusive centre(s) at Humitos.

GOLD – PENTLAND (INCLUDING PENTLAND JV)

Stanley's Hope Mining Lease: epithermal gold Pajingo style mineralisation. Drilling at report date.

Pentland JV: Mt Leyshon-Kidston Style Targets drilled at Norwood and Mt Remarkable. Full assay and visual results to be reported in May.

Current Projects



Figure 1. Location of CYU's projects. Operational offices are at Mt Isa and Townsville, Queensland. In Chile, Humitos is subject to a geophysical program in the coming months. The China Copper MOU continues to provide CYU with projects for review and ranking in Yunnan Province, China.

Copper-Gold - Queensland - Cloncurry North

For the **Gem Prospect**, results to date indicate a series of intrusive centres which are mineralised. These centres have in turn been overprinted by late copper quartz veins in the same style as historically exploited in the district. After lab results are returned for the recently completed drilling program of 22 RC holes (GR023 to GR044), an initial inferred resource estimate based on 41 RC holes and three diamond holes totaling 5,989m for the Gem Prospect is planned by early June Quarter. A 23rd RC hole (GR045) was drilled during this program as a scout hole targeting a distal TEM anomaly (Anomaly 4) that was defined from the 2009 1.2km x 700m TEM fixed-loop geophysical survey. This drilling was prolonged due to a number of delays caused by a strong wet season.

Results returned to date have supported the current geological model with the mineralisation zones occurring either side of a medium-grained granitic dyke (Fgm), a sub-vertical post-mineralisation dyke which follows the same structural paths of the mineralisation, and in places overprints it. Although this dyke seemingly stopes out mineralisation in parts, it will be used as a major indicator in locating mineralisation at Gem. A 3D model of the main mineralised zone and accompanying dykes has been created using Surpac software. The 3D model

clearly shows the relationship between the mineralisation and the main dyke, and future work will continue to develop the relationship between the multiple dykes in the Gem Prospect and their importance in understanding the structure constraining mineralisation.

Scout hole GR045 unfortunately did not reach target depth of 250m and subsequently did not adequately test the TEM anomaly. While no copper mineralisation was returned in the assays, abundant magnetite was observed in the drill chips suggesting a possible source of the anomaly. Further investigation is required in following-up these TEM anomalies.

Some of the interesting results returned to date include:
 GR024: 12m @ 1.08% copper, 0.58g/t gold from 16m.
 GR025: 2m @ 0.65% copper, 1.61g/t gold from 88m.
 GR029: 12m @ 0.51% copper, 0.68g/t gold from 58m.
 GR030: 9m @ 1.66% copper, 0.46g/t gold from 15m.
 4m @ 0.88% copper, 0.14g/t gold from 88m.
 GR033: 5m @ 0.67% copper, 0.21g/t gold from 31m.
 GR042: 22m @ 0.45% copper, 0.25g/t gold from 108m.

Of interest is the increasing of the gold grade from previous drillholes. A geostatistical analysis of all assays results has some a 0.97 correlation co-efficient between copper and gold.

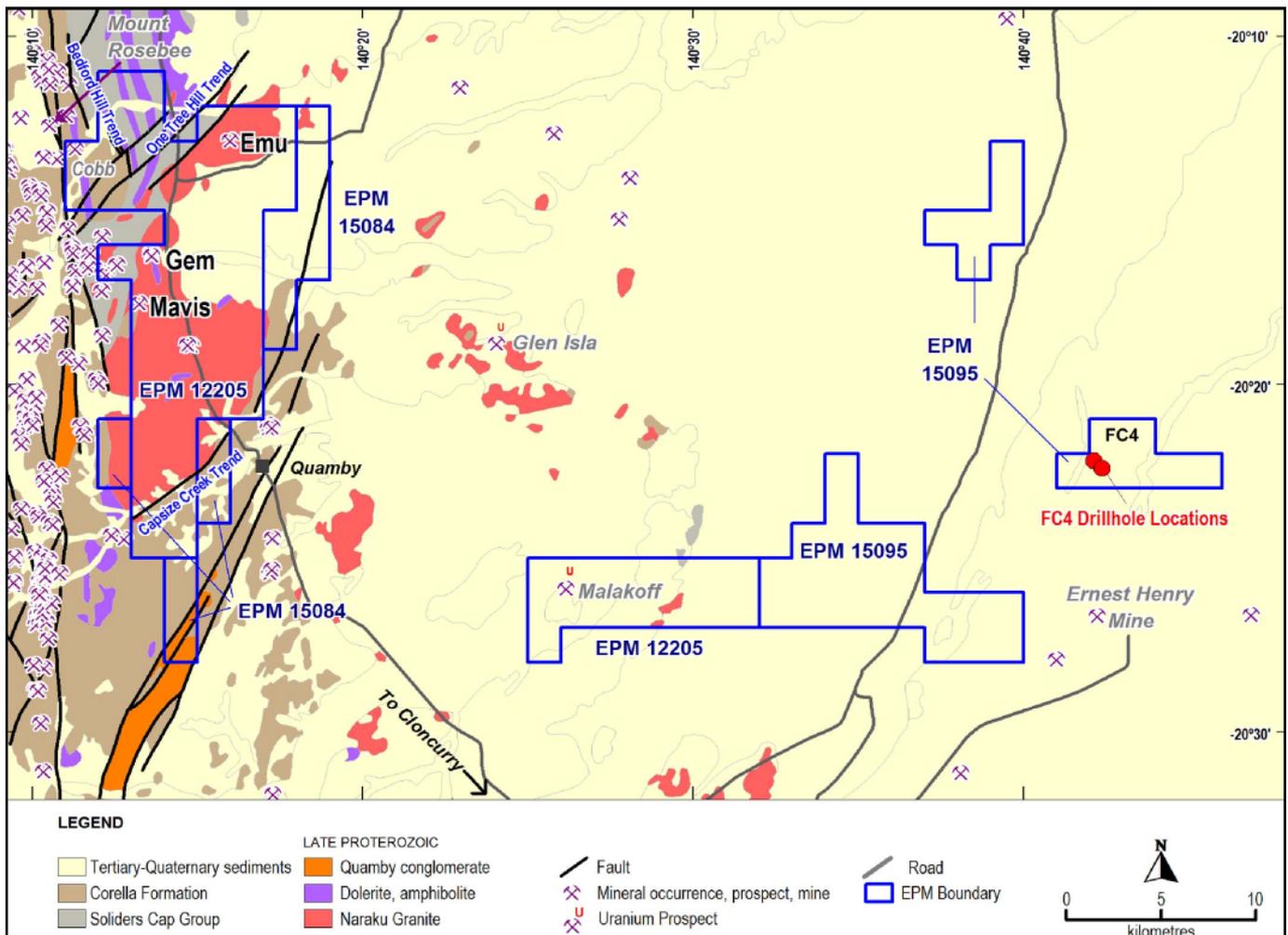


Figure 2. For the Cloncurry prospect Gem was the primary target investigated in the January 2010 Quarter.

Table 1. GEM Prospect Fourth Phase RC Drillhole Locations & Significant Intersections @ 0.10% Cu cut-off

Hole ID	MGA_E (m)	MGA_N (m)	RL (m)	Azimuth (°)	Dip (°)	Depth (m)	From (m)	To (m)	Width (m)	Cu (%)	Au (g/t)	Comment	
GR023	419,467	7,758,896	192	90	-55	82	25	27	2	0.21	<0.01		
GR024	419,450	7,758,856	200	90	-55	106	16	28	12	1.08	0.58		
							including	16	21	5	1.03	1.18	0.5% Cu cut-off
							including	23	27	4	1.72	0.25	0.5% Cu cut-off
								30	31	1	0.1	0.07	
GR025	419,410	7,758,891	195	90	-55	148	88	90	2	0.65	1.61		
								102	103	1	0.14	0.04	
								105	106	1	0.12	0.03	
								108	109	1	0.06	0.11	0.10g/t Au cut-off
								111	112	7	0.13	0.97	
								131	133	2	0.11	0.06	
GR026	419,390	7,758,845	197	90	-55	190	100	101	1	0.14	0.01		
GR027	419,443	7,758,567	187	90	-56	70	6	10	4	0.25	<0.01		
								18	19	1	0.19	0.01	
								22	23	1	<0.01	0.10	0.10g/t Au cut-off
								32	33	1	0.72	0.01	
								43	44	1	0.11	<0.01	
								51	53	2	0.17	<0.01	
								60	64	4	0.17	<0.01	
GR028	419,444	7,758,497	186	90	-58	52	1	4	3	0.16	0.11		
								11	12	1	0.36	0.01	
								21	22	1	0.21	0.01	
								40	41	1	0.11	0.09	
GR029	419,418	7,758,490	188	90	-57	100	9	12	3	0.15	0.04		
								36	38	2	0.74	1.89	
							including	36	37	7	1.36	3.76	1% Cu cut-off
								46	47	1	0.13	0.07	
								53	55	2	0.39	0.77	
							including	53	54	7	0.54	1.49	0.5% Cu cut-off
								58	70	12	0.51	0.68	
							including	58	62	4	1.18	0.08	1% Cu cut-off
							including	68	69	7	1.6	5.62	1% Cu cut-off
								86	88	2	1.86	0.08	
							including	86	87	7	3.41	0.13	1% Cu cut-off
GR030	419,416	7,758,491	192	90	-74	130	15	24	9	1.66	0.46		
							including	15	19	4	3.2	0.94	1% Cu cut-off
								34	36	2	0.19	0.07	
								43	46	3	0.21	0.07	
								44	47	3	0.16	0.13	0.10g/t Au cut-off
								84	88	4	0.88	0.14	
							including	85	86	7	2.48	0.40	1% Cu cut-off
								105	106	1	0.13	<0.01	
								108	109	1	0.12	0.03	
								114	115	1	0.1	<0.01	
GR031	419,404	7,758,578	193	90	-60	88	No Significant Results						
GR032	419,359	7,758,573	188	90	-60	168	52	53	1	<0.01	0.13		
								69	70	1	0.04	0.13	
GR033	419,414	7,758,525	194	90	-65	100	31	36	5	0.67	0.21		
								44	46	2	0.17	0.01	
								50	53	3	0.48	0.13	
								73	78	5	0.26	0.03	
								81	83	2	0.19	0.04	
								85	86	1	0.14	0.01	
GR034	419,439	7,758,453	184	90	-56	52	2	7	5	0.19	0.03		
								9	15	6	0.13	<0.01	
								28	29	1	0.12	0.01	
GR035	419,425	7,758,450	192	90	-59	86	5	21	16	0.26	0.14		
							including	6	10	4	0.5	0.43	0.5% Cu cut-off
								29	30	1	0.12	0.07	
								78	80	2	0.31	0.08	
GR036	419,424	7,758,448	193	90	-72	100	12	23	11	0.31	0.03		
							including	15	20	5	0.54	0.03	0.5% Cu cut-off
								31	34	3	0.21	0.03	
								42	45	3	0.1	0.05	

Table 1 continued. GEM Prospect Fourth Phase RC Drillhole Locations & Significant Intersections @ 0.10% Cu cut-off

Hole ID	MGA_E (m)	MGA_N (m)	RL (m)	Azimuth (°)	Dip (°)	Depth (m)	From (m)	To (m)	Width (m)	Cu (%)	Au (g/t)	Comment	
GR037	419,360	7,758,611	188	90	-59	172	53	54	1	0.19	0.01		
GR038	419,411	7,758,645	193	90	-55	100	62	63	1	0.16	0.01		
GR039	419,409	7,758,654	200	90	-74	124	33	36	3	0.15	0.24		
								96	101	5	0.17	0.33	
							including	96	97	1	0.58	1.55	0.5% Cu cut-off
							110	112	2	0.41	0.13		
GR040	419,388	7,758,723	193	90	-55	130	7	12	5	0.15	0.05		
								16	17	1	0.11	<0.01	
								37	38	1	0.14	0.07	
								52	55	3	0.18	0.10	
								63	64	1	0.51	0.02	
								69	70	1	0.28	0.08	
								117	118	1	0.11	0.15	
	122	124	2	0.27	0.08								
GR041	419,380	7,758,760	193	90	-55	172	21	24	3	0.3	0.13		
								36	43	7	0.15	0.03	
								123	124	1	0.18	0.01	
								128	129	1	0.15	0.06	
								156	158	2	0.12	0.02	
GR042	419,473	7,758,558	201	270	-60	148	17	23	6	0.2	<0.01		
								48	66	18	0.26	0.07	
							including	57	60	3	0.83	0.25	0.5% Cu cut-off
								82	88	6	0.85	0.51	
							including	82	87	5	0.93	0.60	0.5% Cu cut-off
								92	93	1	0.15	0.06	
								97	98	1	0.14	<0.01	
							including	108	130	22	0.45	0.25	
	117	121	4	1.32	1.18	0.5% Cu cut-off							
GR043	419,367	7,758,812	200	90	-56	202	122	123	1	0.12	0.01		
GR044	419,277	7,758,810	190	90	-55	272	Results Pending						
GR045	419,626	7,757,951	189	90	-55	150	No Significant Results						
Note. Previously released data in grey						2,942				NOTE: Datum GDA94 Zone 54, Azimuth is Grid North.			



Percussion drill rig, Gem Prospect, Cloncurry Queensland

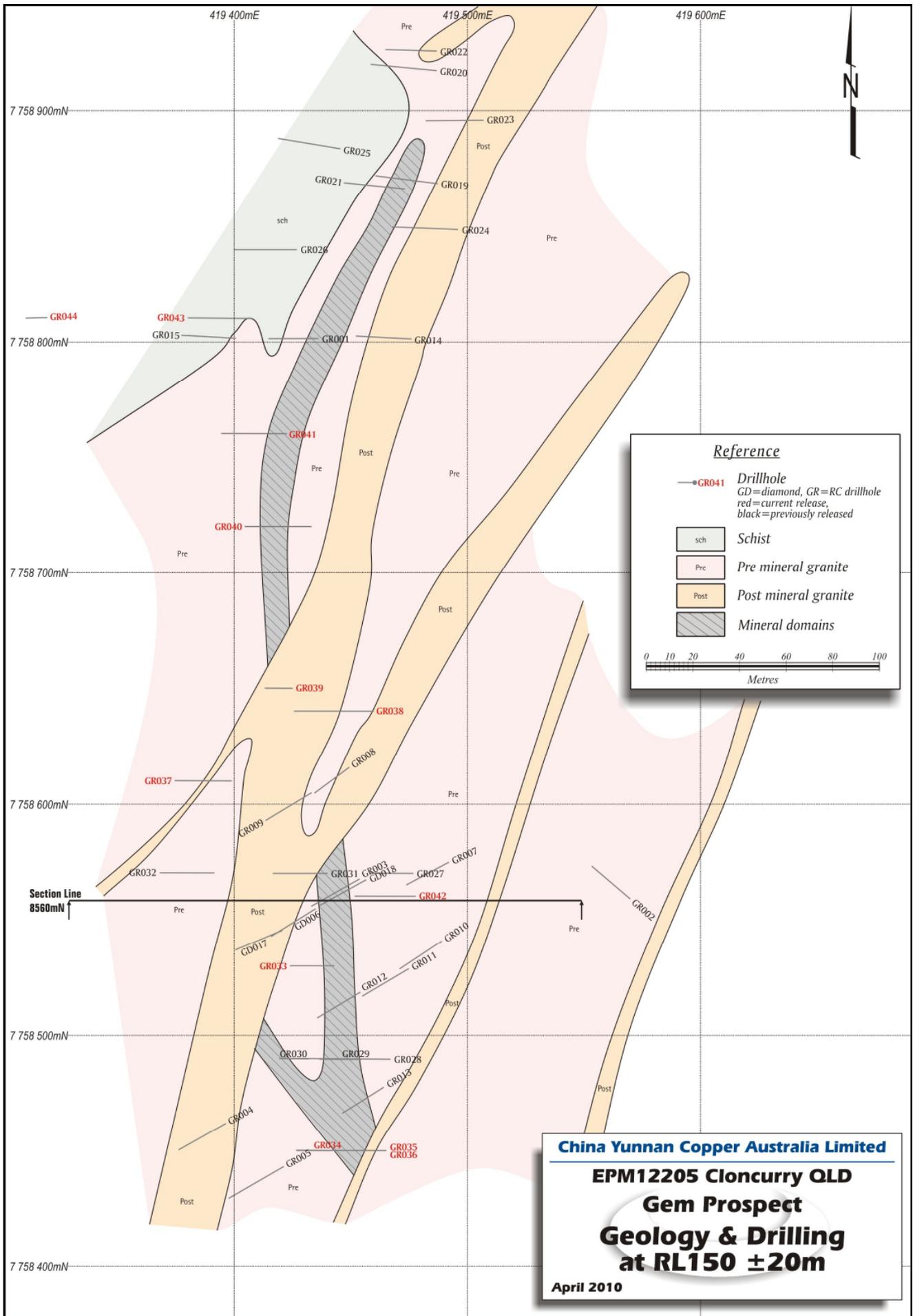


Figure 3. Gem interpretive prospect scale map. Gem appears to be closed off to the north but remains open along strike to the south and remains open at depth. A program of 22 RC holes commenced 19th January 2010 and completed 31st March 2010.

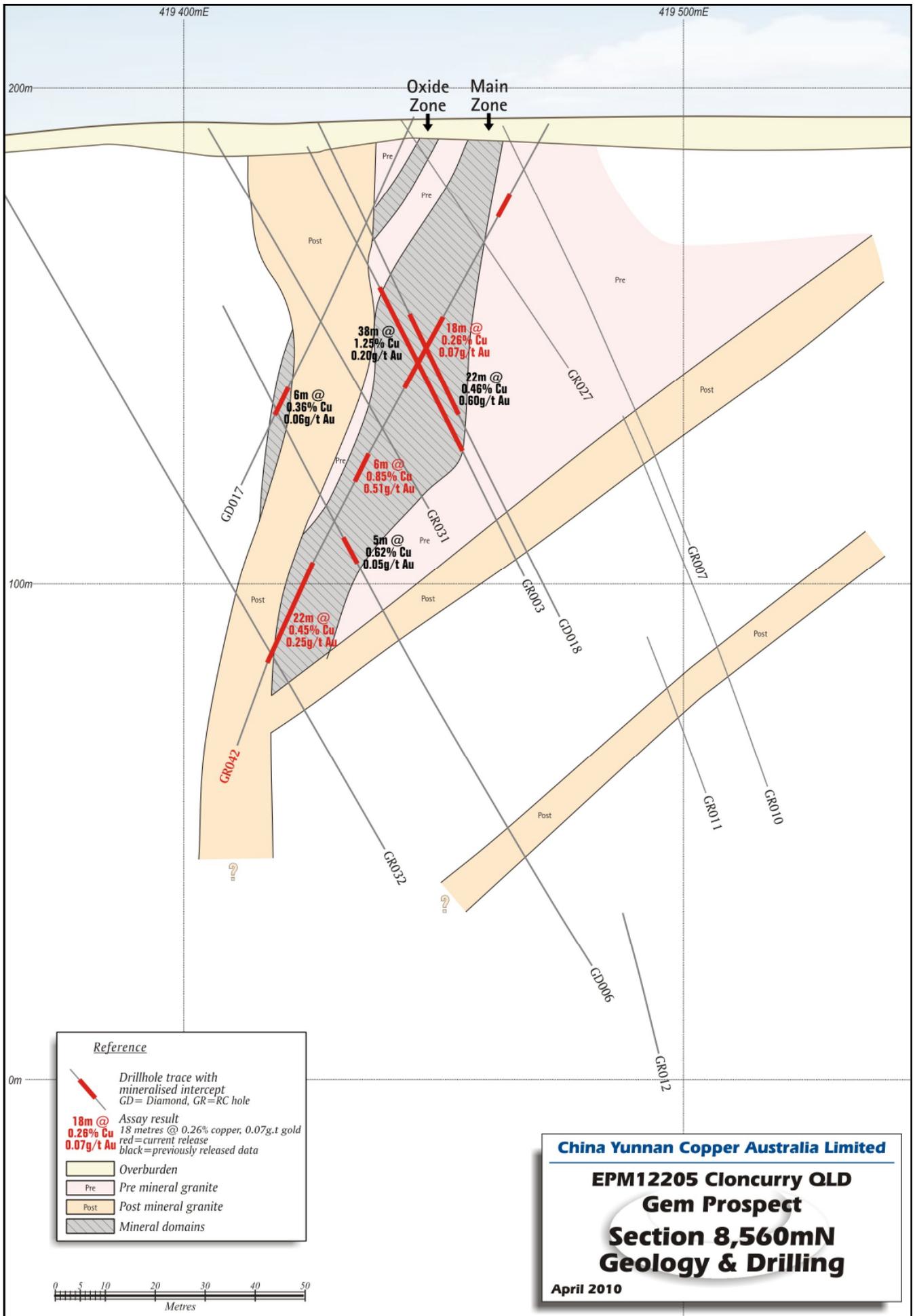


Figure 4. Representative Gem Prospective Section 8,560mN. Drilling at the central portion of the prospect focusing on area of main workings.

Copper-REE-Uranium - Queensland - Mt Isa

MARY KATHLEEN JV WITH GOLDSEARCH LTD

During the March quarter, mapping will be finalised at the Wee Wyeems (Mt Dorothy area) and Little Isa Prospects with drilling planned to follow up previous intercepts from Wee Wyeems including 26m @ 0.86% copper.

Elaine Dorothy

Independent consultants, Hellman and Schofield Pty Ltd, have completed an initial resource estimate for China Yunnan Copper's (CYU's) Elaine 1 uranium and rare earths deposit in northwest Queensland. This initial resource is reported as Inferred using JORC Code guidelines and incorporates both historic and recent drilling results.

The Elaine 1 database contains 23 drill holes totaling 3,453.19m, including 14 historic holes (6 holes (445m) drilled in 1955 and 8 holes (1,749.30m) drilled in 1980), 6 holes (924m) drilled in 2005 to 2007 by joint venture partner GSE and 3 holes (334.89m) drilled in November 2009 by CYU.

A total of 113 intervals have complete rare earth assays. The intervals with complete REE assays were used to derive a relationship between Ce and total rare earth oxides (TREO), which was used to derive TREO for all intervals with Ce assays.

The interpreted mineralised zone has a strike length of approximately 120 metres and a down dip extent of up to 240 metres and are based on an uranium grade threshold of 30-50 ppm uranium in the drill holes and tied to indications of mineralisation at surface.

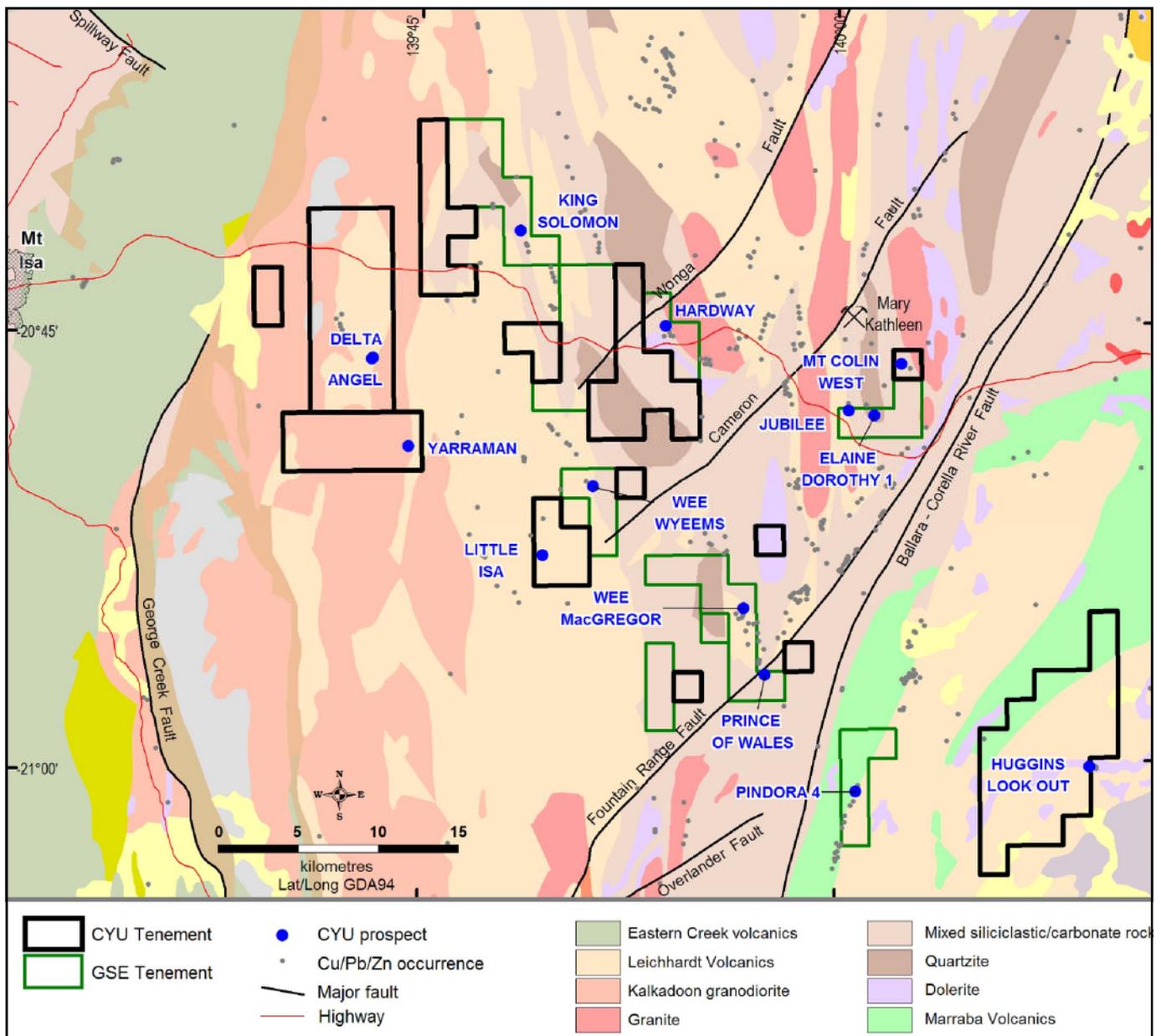


Figure 5. The Mt Isa Project has highly prospective drill targets 50km across strike from Mt Isa.

The resource was estimated using ordinary kriging, with a maximum search of 100m in the plane of mineralisation. A density of ~3.1 t/m³ was applied, derived from recent CYU Specific Gravity (SG) pycnometer measurements. It should be noted that this density is more conservative than the 3.6 t/m³ used for historic estimates. The grade-tonnage data for the mineralised zones are presented below, along with a grade-tonnage curve.

Samples were submitted to ALS - Mount Isa for assaying. Final results have been returned for all the radioactive zones. Significant intersections are summarised in Table 3 below.

Table 3 (below). Summary of significant intersection from the Elaine Dorothy drilling program at a nominal 0.15kg/t U₃O₈ cut-off and a 0.40% copper (Cu) cut-off for MKED-001 and MKED-003 where no uranium mineralisation intersected. Note should be made of MKED-003 bottom of hole results of >0.6% Cu and ~0.10% molybdenum (Mo). Historic holes were not assayed either for REE or Cu. The assay technique is ME-MS61 a four acid 'near total' digestion and fire assay AA25 (Atomic Absorption finish) for gold.

Table 2. Resource Table at Increasing U₃O₈ Cut-offs

Cut-off ppm U ₃ O ₈	kt	U ₃ O ₈	TREO ppm	SG	† U ₃ O ₈	k lb U ₃ O ₈
100	343	170	1889	3.09	58.3	129
150	151	230	2491	3.08	34.7	77
200	83	283	3236	3.07	23.5	52
250	40	344	3540	3.07	13.9	31
350	22	402	3714	3.07	8.9	20
400	6.7	552	6072	3.07	3.7	8
500	4.3	617	8069	3.07	2.6	6

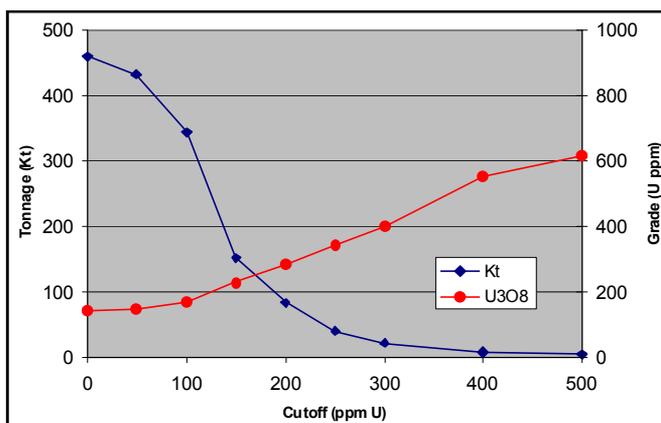


Figure 6. Grade Tonnage Curve for U₃O₈

Table 3. Elaine Dorothy Drilling completed by CYU in November 2009 and Significant Intersections

Hole ID	Twin ID	Easting (m, GDA94)	Northing (m, GDA94)	Azimuth (°)	Dip (°)	Depth (m)	From (m)	To (m)	Width (m)	U ₃ O ₈ (kg/t)	Ce (%)	La (%)	Cu (%)	Comment
MKED001	ED001	398,260	7,699,448	0	-90	133.69	40.5	41.5	1.0	<0.01	0.01	<0.01	0.43	
							74.0	75.0	1.0	0.20	0.47	0.25	<0.01	
							84.5	85.5	1.0	0.15	0.15	0.08	0.02	
MKED002	ED003	398,298	7,699,439	0	-90	125.00	14.5	15.5	1.0	0.01	0.01	0.01	0.22	
							24.0	25.0	1.0	<0.01	0.03	0.02	0.11	
							34.0	37.0	3.0	<0.01	0.02	0.01	0.23	
							74.0	75.0	1.0	0.36	0.31	0.16	0.02	
							82.0	83.5	1.5	0.17	0.38	0.21	<0.01	
MKED003	ED002	398,315	7,699,401	0	-90	75.33	20.0	21.0	1.0	<0.01	<0.01	<0.01	0.11	
							24.0	25.0	1.0	<0.01	<0.01	<0.01	0.13	
							27.5	30.5	3.0	1.32	1.17	0.59	<0.01	
							including 28.5	29.5	1.0	2.85	1.67	0.81	<0.01	
							33.5	34.5	1.0	0.41	0.45	0.24	<0.01	
							44.0	45.5	1.5	0.27	0.32	0.17	<0.01	
							54.5	56.5	2.0	0.34	0.28	0.14	0.01	
72.0	73.0	1.0	<0.01	<0.01	<0.01	0.62	1740ppm Mo							
334.02														

Table 6. Comparison with Historic Estimates for U₃O₈ Only

Company	Year	Cut off ppm U ₃ O ₈	tonnes	kg/t U ₃ O ₈	† U ₃ O ₈	k lb U ₃ O ₈	SG
Mary K	1955	?	5,100	2.80	14.3	31	
Mary K	1963	?	9,000	1.53	13.8	30	
CRA	1980	150	180,000	0.56	100.8	222	3.60
CYU	2010	150	151,229	0.23	34.7	77	3.10
CYU	2010	200	83,120	0.28	23.5	52	3.10
CYU	2010	100	343,298	0.17	58.3	129	3.10

Table 6. Comparison with historic estimates for U₃O₈ only.

Elaine Dorothy grades for REE have not been previously quantified due to absence of assaying for REE prior to 2005. The 1980 estimate is broadly comparable to the CYU estimate although Hellman and Schofield opted for a conservative SG (reducing tonnage) for this early stage of defining an Inferred Resource.

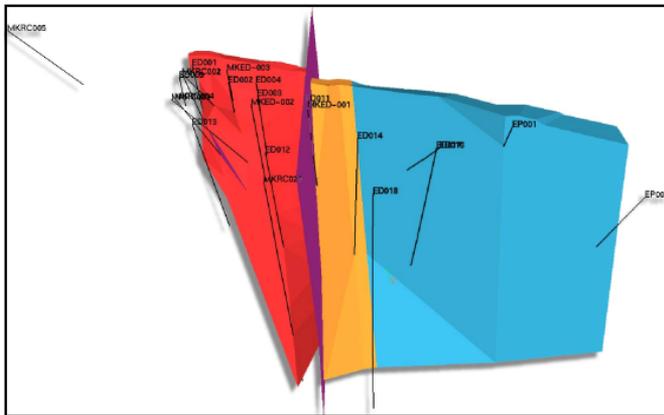


Figure 7 (left). Elaine Dorothy mineralised zone looking south. Mineralised Zones – blue = potential extension. The red eastern zone is nominally higher grade and remains open down plunge and to the east along the surface. An extensive surface sampling program of surveyed slot trenches is to begin in the next field campaign.

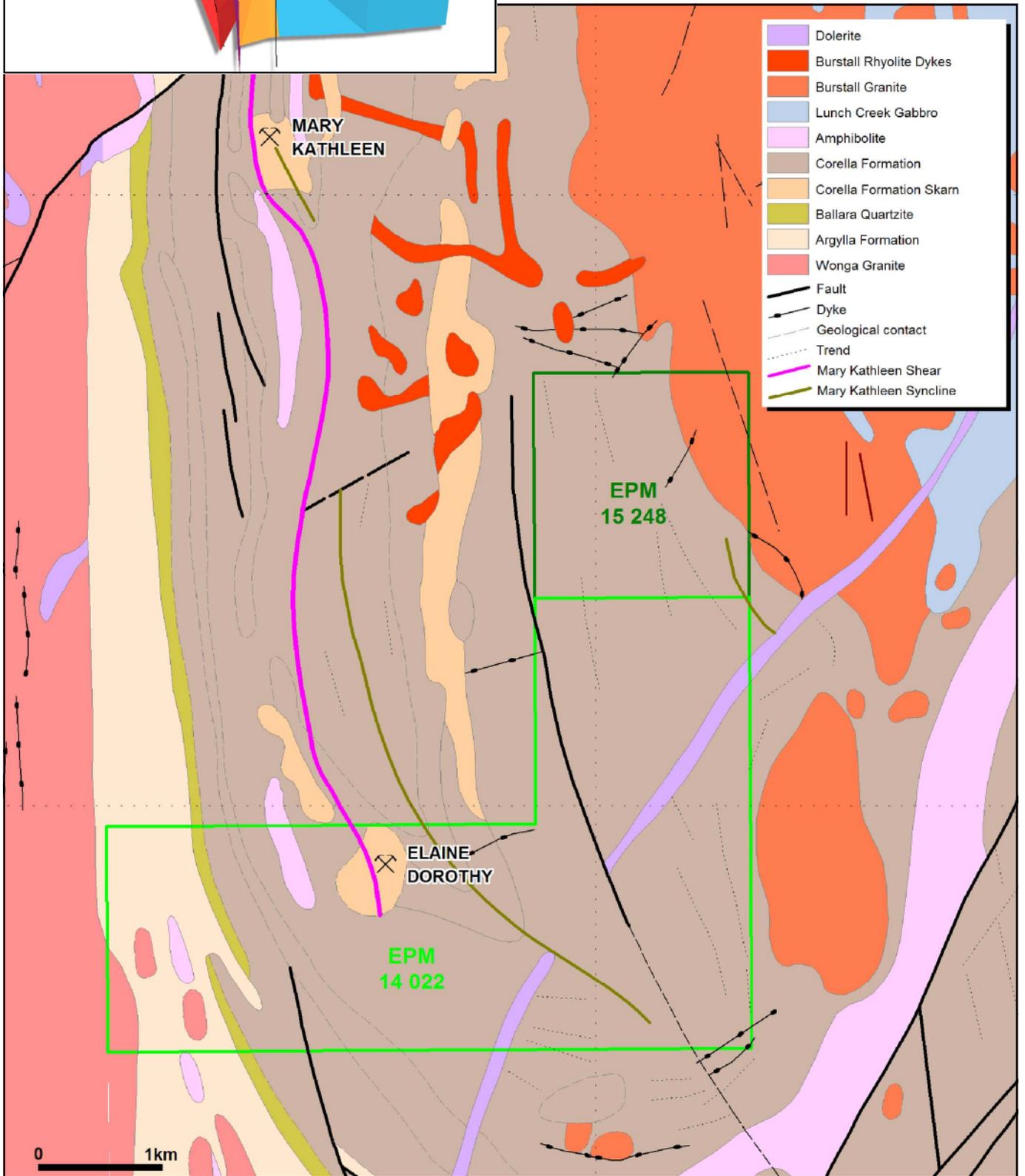


Figure 8. Elaine Dorothy is approximately 6 kilometres south of the previously mined Mary Kathleen deposit. As for Mary Kathleen it is located between the Mary Kathleen Shear and the Mary Kathleen Syncline. Mary Kathleen was worked as a Uranium mine but also had a grade of 3% Rare Earth Elements (REE).

Copper – Chile - Humitos

In February, for the first time, a Chinalco or Yunnan Group related company in the form of CYU, has entered the world-leading Chilean copper industry as a direct participant.

Humito Geology and Mineralisation

At Cerro Humito, hydrothermal alteration occupies a discontinuous zone of 10km x 2km extent characterised by a massive vuggy silica core centred over Cerro Humito surrounded by intense quartz sericite alteration.

In addition to the intense pyrite mineralisation associated with the quartz sericite alteration, relict chalcopyrite has been noted in petrographic samples taken from limited previous drilling. The geometry of the alteration assemblage together with what appears to be a central silica cap is indicative of an intact porphyry hydrothermal system preserved at depth.

Previous Exploration

Exploration over the area was undertaken by Kennecott in 1987. Kennecott carried out a programme of induced polarisation and drilled nine reverse circulation drill holes ranging between 150-244 metres in depth. The work was centred on the area around Cerro Humito. Maximum assays of 1400ppm copper and 2200ppm molybdenum were returned in an area interpreted to overlie a potential supergene blanket at depth. Most drilling targeted IP anomalies only on the peripheries of the system.

Results indicated that Humito represented an intact porphyry system, preserved with a barren cap and minimal erosion. Sulphides are dominated by pyrite (iron sulphide) with an increase in chalcopyrite (copper sulphide) towards the centre of the system. Field inspection by CYU also highlighted significant covered areas adjacent to the preserved high level alteration which have not been tested by modern geophysical nor geochemical techniques.

Economic Potential

The large alteration system, occupying approximately 20km², has only been tested with nine shallow RC holes around the periphery of Cerro Humito area and is effectively untested. The project lies within a metallogenic belt of demonstrated prospectivity. In 2006, Codelco defined a large porphyry system of 400Mt grading 0.6% combined copper and gold, at Inca de Oro, 12km north of Humito.

An initial work program will consist of:

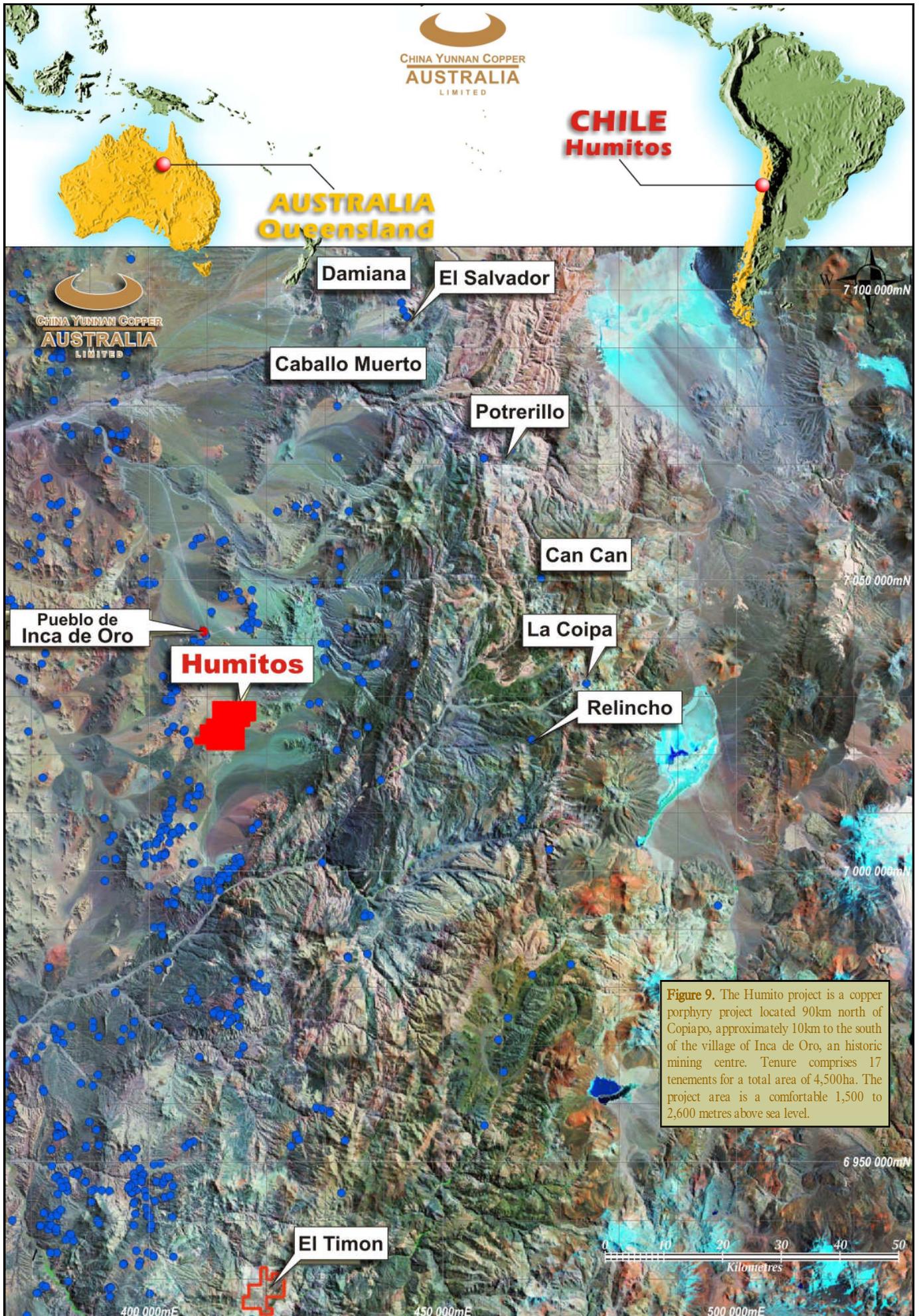
Detailed mapping (1:10,000) of the target area, collating previous work (May June 2010)

Geophysical profiles (deeper than 500m) crossing the whole target structure with an approximate total length of about 30km (2010)

Exploratory drilling program of at least 2000m (2010).



Cerro Humitos, Chile



Gold - Queensland

PENTLAND JOINT VENTURE – ACTIVEX LIMITED

Drilling commenced during March on the Mount Remarkable planned hole MRD001. The hole was completed on the 29th March 2010 for a final depth of 500.90m. The drill rig was moved to the Norwood Prospect where it has been set up on planned hole NWD002. Drilling commenced on 1st April 2010.

MRD001 has been sampled and dispatched to the laboratory in Townsville. CYU does not report visual results as a matter of reporting policy and full interpretation will be provided on receipt of assay results for all gold drilling in May.

Stanley's Hope (ML 1631 – 100% CYU)

Data compilation and verification is complete and a program of two diamond holes for 1000 metres will be completed during April and May to test gold, Arsenic and Mercury anomalies and drill intercepts at depths of around 80 metres. Interpretation is that the precious metal epithermal system occurs at depth, hence the use of drilling at significant vertical separation from previous drilling.

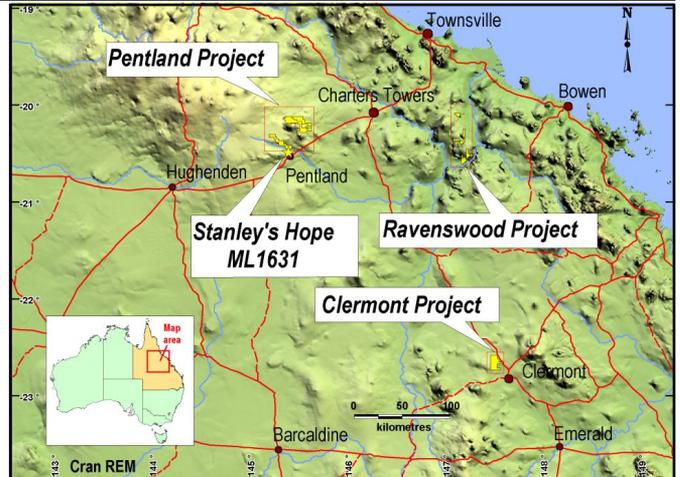


Figure 10. CYU North East projects Ravenswood, Stanley's Hope and Pentland location. The Clermont project was surrendered during the quarter.

RAVENSWOOD (100% CYU)

Previously reported significant results were returned from the Stones Creek area where follow-up of anomalous drainages has located an area of intense epithermal quartz veining. Veins are exposed in the creek beds in small dykes and in outcrop covering a large area on a hill top (Lynn Maree Hill). The veins in the creeks (at lower elevation) commonly contain very fine grained sulphide. Those at high elevation show no evidence of sulphides. Follow-up mapping is planned after completion of the Stanley's Hope drilling program in mid to late May 2010.

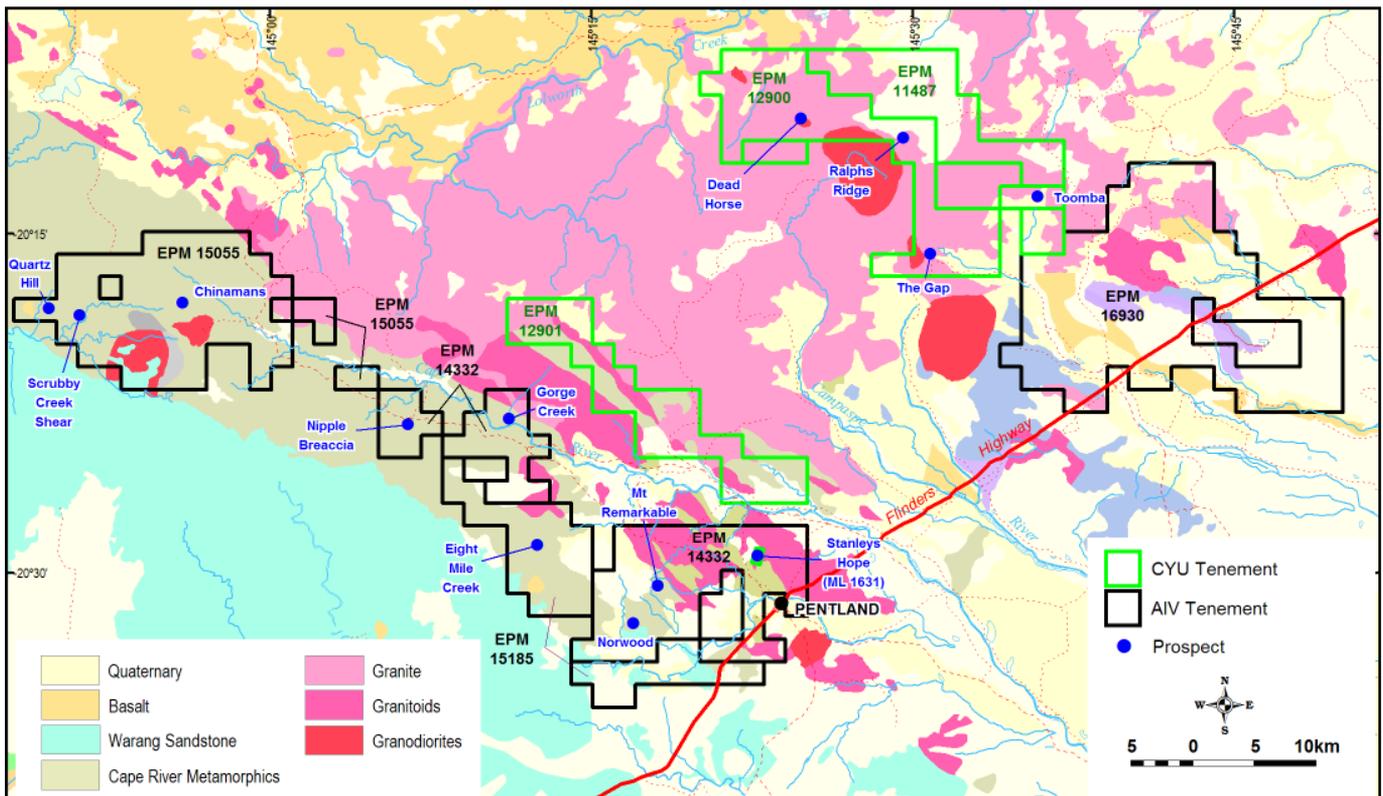


Figure 11. Location of AIV's JV tenure approximately 100 kilometres west of Charters Towers. Mt Remarkable and Norwood are defined porphyry gold targets on which drilling commenced during the March 2010 Quarter. EPM16930 is not included in the JV.

Corporate

CHINA YUNNAN COPPER AUSTRALIA LIMITED

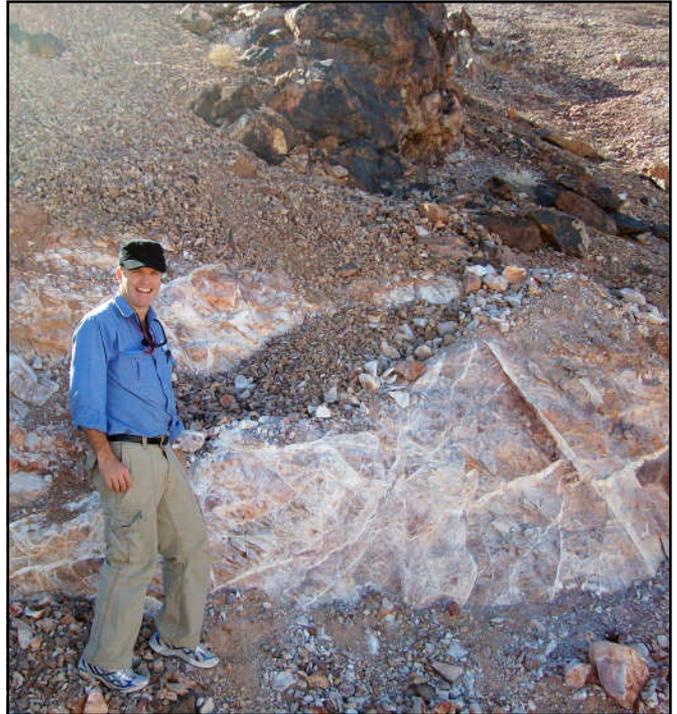
CYU is an Australian company formed to explore for and develop minerals in Australia and overseas. Cornerstone investor, Yunnan Copper Industry (Group) Co Ltd (YCI), is one of China's largest copper producers. YCI's largest shareholder is Chinalco.

CYU is on the path to achieving its short term objective of resource definition and development for its three target commodities copper, gold and uranium-REE and to achieve this is targeting high quality projects in Queensland, Chile and China.

- JORC Inferred Resource Estimate completed for Elaine Dorothy U-REE prospect with JV partner, Goldsearch Limited after only three diamond holes - growth expected.
- Completed RC drilling on the Gem Copper Project - Inferred Resource Estimate mid May.
- Currently diamond drilling the Pentland Gold JV and 100% owned Stanley's Hope.
- Completed purchase agreement for the Humito Copper Porphyry Project in Chile. First field reconnaissance completed.
- In a Memorandum of Understanding for project generation in China and Laos with cornerstone investor YCI.

CASH POSITION

As at 31 March 2010, the Company had approximately \$3.1 million cash and no debt. Cash exploration expenditure for the quarter was \$783,000 with projected expenditure \$755,000 for the June quarter.



MD, Jason Beckton, examines outcrop at the Humitos Project, Chile



RC drill cuttings from Gem Prospect, Queensland

ABOUT CHINA YUNNAN COPPER AUSTRALIA LIMITED

CYU is an Australian resource company formed to explore and develop minerals in Australia and overseas.

Initially, the company is focused on exploring its tenements in Queensland and Chile for copper, gold and uranium but is actively evaluating other acquisition and joint venture opportunities to grow its business rapidly.

CYU has executed two joint ventures, one outright property purchase and signed a Memorandum of Understanding in the past four months.

This strategy is supported and assisted by CYU's cornerstone shareholder, Chinalco Yunnan Copper Ltd. (YCI) which is China's third largest copper producer.

CYU is working to fulfill a role of becoming YCI's international investment arm and mining house.

STRATEGY

CYU has a strategy of project generation and operating current projects that comprise high quality copper, gold and uranium projects in Queensland's Mt Isa Inlier, the Pentland Province and the Cordillera of Chile (Figure 1).

This strategy has been justified with the 2009 exploration success at Gem which has phase four drilling complete and an inferred resource now being estimated for release in early June Quarter. During the quarter CYU posted a JORC standard Inferred resource after drilling three diamond holes in the Mary Kathleen Joint Venture with Goldsearch Limited at the Elaine Dorothy REE U prospect.

Board of Directors

Norm Zillman, Non-Exec Co-Chairman
Liang Zhong, Non-Exec Co-Chairman
Jason Beckton, Managing Director
Zewen Yang, Executive Director

Company Secretary

Paul Marshall

Further information

Please contact;

Jason Beckton

Managing Director, CYU
0438 888 612

Kevin Kartun

Account Director
Financial & Corporate Relations
(02) 8264 1003

Registered Office

China Yunnan Copper Limited
Level 5, 60 Edward Street, Brisbane
QLD 4000 Australia
Phone (61 7) 3303 0653
Fax (61 7) 3303 0601

Website

www.cycal.com.au

Exchange Listing

ASX : CYU

Share Registry

Link Market Services Limited
Level 12, 300 Queen Street,
Brisbane QLD 4000 Australia
Phone: 1300 554 474
Fax: (61 7) 3228 4999
www.linkmarketservices.com.au

Issued Share Capital

China Yunnan Copper Australia has 108.66 million ordinary shares currently on issue and 18.4 million options.

	High	Low	Last
Jun 2008	\$0.43	\$0.19	\$0.19
Sep 2008	\$0.25	\$0.12	\$0.12
Dec 2008	\$0.19	\$0.07	\$0.07
Mar 2009	\$0.10	\$0.07	\$0.068
Jun 2009	\$0.20	\$0.16	\$0.17
Sep 2009	\$0.35	\$0.16	\$0.24
Dec 2009	\$0.35	\$0.17	\$0.20
Mar 2010	\$0.35	\$0.205	\$0.205

Competent Persons Statement

The information in this report that relates all prospects to Exploration Results is based on information compiled by Jason Beckton, who is a Member of the Australian Institute of Geologists and a Member of the Australasian Institute of Mining and Metallurgy, and is the Managing Director of China Yunnan Copper Australia Ltd. Mr Beckton has sufficient experience relevant to the styles of mineralisation and type of deposits under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results and Mineral Resources". Mr Beckton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to the Exploration Target for the Elaine One Anomaly is based on information compiled by Arnold van der Heyden, who is a Member of the Australasian Institute of Mining and Metallurgy is a Consulting Geologist for Hellman and Schofield Pty Ltd. Mr van der Heyden has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results and Mineral Resources". Mr van der Heyden consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.