

ASX Release

9 August 2013

Chinalco Yunnan Copper Resources Ltd (ASX: CYU)

PHASE 2 BLUE CAESAR DRILLING PROGRAM RESULTS CONFIRM EXTENSION OF SIGNIFICANT COPPER MINERALISATION

Chinalco Yunnan Copper Resources Limited (70%) (CYU) as operator of the Mary Kathleen Joint Venture with Goldsearch Limited (30%) (GSE), has completed its Phase 2 drill program at the Blue Caesar prospect in the Mt Isa Inlier in north-west Queensland.

The Phase 2 diamond drilling program of 1010m followed up the successful 650m Phase 1 program in three diamond drillholes undertaken at the Blue Caesar prospect in April – May 2013. That program has already identified 135 metres of strike extent of significant copper (+/- gold) mineralisation between holes MKBC002 and MKBC003.

Assay results have now been received from MKBC004 and MKBC005 and are summarised below:

(Using a 0.25% Cu cut-off grade)

MKBC004: 40m @ 0.66% Cu and 0.04 g/t Au from 34m including:

5m @ 1.38% Cu and 0.09 g/t Au from 37m

8m @ 0.53% Cu and 0.03 g/t Au from 101m

8m @ 0.47% Cu and 0.02 g/t Au from 150m

9m @ 0.70% Cu and 0.03 g/t Au from 180m

MKBC005: 35m @ 0.77% Cu and 0.04 g/t Au from 26m

3m @ 0.85% Cu and 0.06 g/t Au from 181m.

Drillhole MKBC 004 tested the down-dip extension of mineralisation from MKBC002 and MKBC005 tested the northerly strike extension of known mineralisation.

The analysis indicates the development of multiple zones and/or widening of the primary sulphide mineralised zone down-dip and a wider intersection north of the previous drilling activities at Blue Caesar. Significantly, although the wider intersections in both drillholes occur at shallow levels, these two drillholes contain varying amounts of sulphide mineralization throughout.

CYU has developed a new exploration model to assist in identifying the source of mineralisation in the vicinity of the 12km long Mary Kathleen Shear Zone. The model explains the metal association and has enabled targeting of the 27.7Mt Elaine copper-gold

JORC inferred resource. The main focus of CYU's activity is to identify and develop commercial copper and gold resources within the Mary Kathleen Joint Venture (CYU 70% / Goldsearch 30%) and the Mount Frosty Joint Venture areas (CYU earning in up to 75% from Mount Isa Mines Limited subject to Mount Isa Mines having a buy back right so as to retain a 51% interest in the Mount Frosty Joint Venture).

CYU Managing Director, Paul Williams, said that these first results from the Phase 2 program demonstrate a significant extension of the known mineralization at Blue Caesar. "We have now completed the Phase 2 drilling program and expect the full set of assay results to become available in the coming weeks".

On behalf of the Board

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About CYU

Chinalco Yunnan Copper Resources Ltd ("CYU" or "Company") is a resource exploration and development company with project interests in the Mt Isa region of north Queensland, Chile and northern Laos.

CYU's largest shareholder is China Yunnan Copper (Australia) Investment and Development Co Ltd ("CYC"), owning 43% of the total issued shares in CYU. CYC is a wholly-owned subsidiary of Kunming-based Yunnan Copper Industry (Group) Co Ltd, which is the third largest producer of smelted copper product in China. In turn, Yunnan Copper Group is a subsidiary of Aluminium Corporation of China (Chinalco) which is the largest producer of aluminium product in China and the second largest world-wide.

CYU has offices in Brisbane, Mount Isa and in Santiago. The Company is listed on the ASX under the symbol "CYU".

Competent Person's Statement

The information regarding the Exploration Activities at the Blue Caesar prospect is based on information compiled by Dr Kenneth D Collerson, who is a Fellow of the Australasian Institute of Mining and Metallurgy. The information regarding the Inferred JORC Resource for the Elaine copper+gold prospect is based on information compiled by Richard Hatcher, who is a Member of the Australian Institute of Geologists and is an Executive Director of Chinalco Yunnan Copper Resources Ltd. Dr Collerson and Mr Hatcher have sufficient experience relevant to the style of mineralization and type of deposit under consideration and to the activity they are 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". Dr Collerson and Mr. Hatcher consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

Annexure A (Location of Phase 1 and 2 Blue Caesar drill holes)

