



ASX/Media Announcement

8th December 2010

Drilling Suspended at Humitos Copper Project, Chile

China Yunnan Copper Australia Limited (ASX: CYU) regrets to report that a fatal accident occurred at its Humitos Project 10am of December 1st, 2010 (CLST Chile Summer Time), when a field assistant employee of a third party contractor was found unconscious in a shower unit at onsite temporary accommodations provided by the contract drilling company.

Medical attention was immediately provided by professionals of the Inca de Oro Ambulance Unit. Subsequently, the victim was pronounced dead at Inca de Oro Clinic on the morning of December 1st 2010. Government authorities have determined that the incident was an accident in the past day which facilitates CYU disclosing this event to shareholders. CYU understands all the third parties directly involved in this incident are fully insured.

As a result of the accident, CYU has been asked to suspend drilling operations pending a review, in accordance with legal requirements, by Chilean government authority Sernageomin. Drilling operations are expected to recommence on January 3rd 2011, after official approval is received.

For further information please contact;

Mr Jason Beckton
Managing Director
CYU
0438 888 612

or visit the website, www.cycal.com.au