



Corporate Profile

Yukon Zinc Corporation is a mining, exploration and development company with mining reserves and resources in Yukon, Canada. Yukon Zinc has been active in the southeast Yukon region for over 15 years and has taken its cornerstone project, the high-grade zinc Wolverine Mine, from exploration through development into operation.

Yukon Zinc continues to focus on safely increasing production levels at Wolverine Mine. Employee recruitment and training remains a priority as the mine ramps up to full production of 1,700tpd. As well, the company remains committed to supporting Yukon and Kaska based community events and development initiatives.

Wolverine Mine Operations Update

Safety



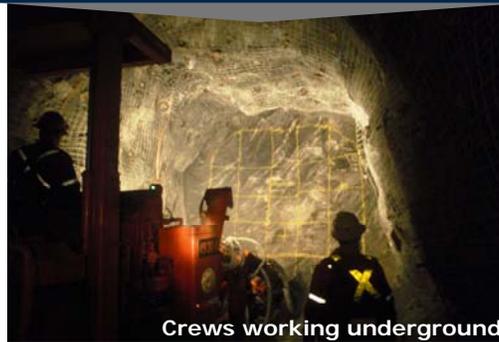
Planning during tailings raise project

During 2012, Wolverine employees have continued their commitment towards building a strong safety culture, which has led to not only a safer, but a healthier workforce.

Employees continue to be proactive, ensuring open communications and ongoing planning to mitigate potential risks.

For more information, see our *Health and Safety Management Information Sheet* online at www.yukonzinc.com

Production Milestone



Crews working underground

Wolverine ramped up and sustained its mining and milling output. As a result, Yukon Zinc has achieved commercial production in Q1 2012, which is 1,020 tonnes per day, or 60% of rated capacity.

"Reaching commercial production is a significant milestone for Yukon Zinc and the Wolverine Mine and we want to thank all employees and contractors for their commitment, hard work and effort to enable us to reach this goal."

- Jing You Lu, Chief Executive Officer

Other Focus Areas



New mining equipment

Environment - monitoring and reporting to ensure compliance

Recruiting Personnel - increasing local Yukon and technical hires

Mine Performance - integrating new underground mining equipment

Mill Performance - increasing copper, lead and zinc concentrate grades and recoveries by modifying process circuits

Efficiencies - improving equipment productivity, local purchasing and use of new technologies to reduce operating costs

Supporting Yukon's Mining Industry

Yukon Zinc continues to participate in a variety of groups/associations as board or advisory members that are committed to developing and enhancing the Yukon's mining industry and local workforce, including:

- ▶ Yukon Chamber of Mines
- ▶ Centre for Northern Innovation in Mining
- ▶ Yukon Mine Producers Group
- ▶ Yukon Minerals Advisory Board
- ▶ Yukon Mine Training Association



Yukon Zinc's Community Involvement

From January to August 2012, Yukon Zinc has supported and participated in various Yukon/BC events and First Nations initiatives, such as:

- ▶ Mining + Resource Youth Expo at the Arctic Winter Games in Whitehorse
- ▶ Cultural Exchange event in Ross River
- ▶ Gathering Around the Fire reconciliation event in Lower Post, BC
- ▶ Exploration + Discovery Camp for Yukon's Mining Week in Whitehorse
- ▶ Support for Liard First Nation members to attend handgames in NWT
- ▶ Awarded 22 Kaska scholarships, which totaled approximately \$57,000
- ▶ Community funding towards a Ross River cleanup project



Activities at the Arctic Winter Games included chemistry experiments and a mining wall

In April, Yukon Zinc facilitated a workshop called *Groundwork for Employment* in Ross River to prepare candidates for employment success. Potential employee candidates learned about the working conditions and expectations at Wolverine Mine and also toured the site and its various departments. Another workshop is planned for Watson Lake.

Career Opportunities

Yukon Zinc is looking for enthusiastic, safety-minded individuals who want to be part of the team that operate our first mine. Yukon Zinc offers a range of benefits including:

- ▶ Competitive salaries, RRSP matching, medical, dental and vision coverage, dependents' scholarship program, employee assistance program, ongoing training and development support
- ▶ Charter flights from Whitehorse, Ross River, Watson Lake, Vancouver, Prince George, Campbell River, Smithers and Terrace

At the end of July, there were 363 staff (including contractors) employed at Wolverine.

Contact us for a careers road-map that details how your skills/interests/education can lead you towards a rewarding career in mining.

Groundwork for a Career in Mining
 > Review how your Interests + Education can lead **YOU** to a career in mining

Mining



Designing, planning, developing the mine and extracting ore from the underground deposit

Your Interests -Mine Mgt/Geology -Underground/office -Planning, analyzing -Computers, math, science classes	Our Careers Mine Management -Mine General Manager -Mine Manager -Tech Services Supt. -Mine Engineer -Geotech Engineer -Mine Planner -Technologist -Surveyor
Mining -Underground, near machinery, physically fit, safety focused	Mining -Miner -Haul Truck Driver
Your Education -Degree, Technical Diploma, Certificate in: Mining, Engineering, or Geology -Professional designation may be required	Mining Geology -Sr. Geologist -Geologist -Geo Tech

Mill



Control in and out flow of material, processing/testing ore to ensure quality products

Your Interests -Working indoors in a structured setting -Mechanical aptitude, good motor skills, detailed oriented -Math, science, shop classes	Our Careers Processing -Mill Manager -Control Room Operator -Mill Operator -Mill Maintenance -Millwright -Electrical -Welder -Mill Helper
Your Education -Degree, Technical Diploma, Certificate in: Metallurgy, Chemistry, or Engineering -Journeyman certificate	Metallurgy -Chief Metallurgist -Sr. Metallurgist -Metallurgical Tech -Sr. Assayer -Assayer -Sample Preparation

Site Services



Maintaining site infrastructure, equipment, power generation, parts and supplies

Your Interests - Working outdoors, - Mechanical aptitude, motor skills, working with/hear machinery, - Physically fit, team player - Shop classes	Our Careers Trades -Electrical -Mechanical -Millwright -Welder/Fabricator -Heavy Duty -Mechanic -Maintenance/ Carpenter
Your Education -Journeyman certificate -Degree, Technical Diploma, Certificate	General -Surface Ops Mgr -Maintenance Foreman -Maintenance Planner -Equipment Operators -Site Buyer -Warehouse -Labourer -Truck Drivers

*This sheet is an overview of potential careers and does not guarantee a job at Wolverine Mine or in the mining industry.

Printed in May 2012. Information has been lifted from WYZA Yukon Mining Career Handbook 2nd Edition November 2010

For more information visit: www.yukonzinc.com

For more information, or to submit an online application visit www.yukonzinc.com
 For any inquiries or questions about Yukon Zinc, please contact Shae Dalphond by email at: sdalphond@yukonzinc.com, or by toll-free phone at: 1-877-682-5474 ext. 243.
 To submit an employment application by fax, please send it to: 1-866-887-7517.