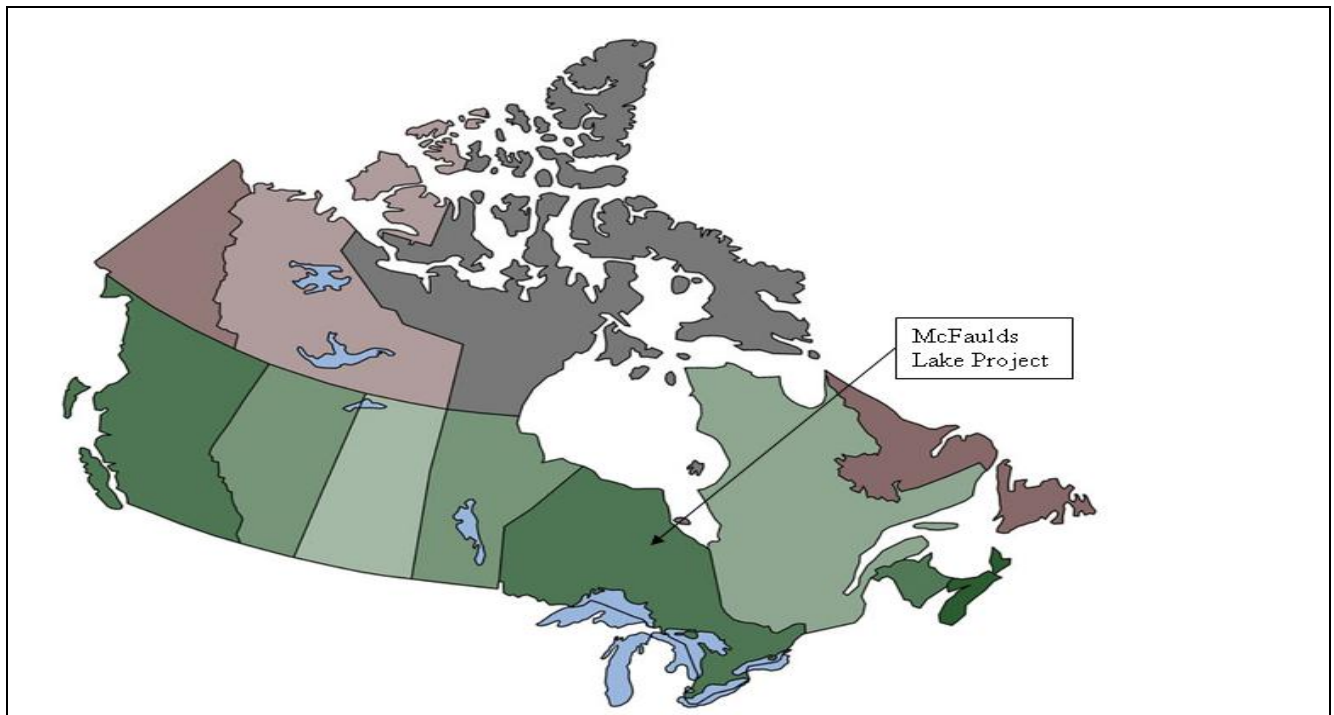


UC RESOURCES LTD.

UC: TSX-V / UCD: Frankfurt
Price (December 6): \$0.11
52-Week Range: \$0.135-\$0.07
Shares Outstanding: 159.3 million
Market Cap: \$17.5 million
Average Daily Volume:
50-Day: 412,700
200-Day: 431,700

PROFILE: Junior mining company focused on silver and gold production in Mexico, and on the McFaulds Lake area (“Ring of Fire” exploration play) in Ontario.



Source: UC Resources.

- (1) MCFAULDS, ONTARIO EXPLORATION PROGRAM BEGINS;**
- (2) LA YESCA, MEXICO MILL PRODUCTION UPDATE; and**
- (3) PRIVATE PLACEMENT**

(1) MCFAULDS EXPLORATION PROGRAM

UC Resources Ltd. has resumed exploration at its McFaulds Lake copper-zinc project in the James Bay Lowlands area of Ontario ("Ring of Fire" exploration play).

A 1,000-kilometre airborne survey is underway, and a crew of drillers has been mobilized in preparation for imminent drilling. A second drill rig will be mobilized shortly.

Drill targets comprise further testing of the McFaulds' #5 and #6 occurrences, as well as shallow and deep drilling on the #3 sulphide occurrence. The latter comprises most of the existing NI 43-101 resource. McFaulds' #2 is dependent on current drilling conditions.

COMMENT: *UC Resources entered into an option agreement pertaining to the McFaulds Lake copper-zinc property in March 2009. The property is jointly held by Spider Resources Inc. and KWG Resources Inc. Under the terms of the agreement, UC Resources can earn a 55% interest in the property by spending a total of \$4.5 million in exploration prior to March 6, 2011. To date, the Company has completed a 40% earn-in on the property by spending \$3.5 million.*

The McFaulds Lake properties in the James Bay Lowlands region of northern Ontario form part of the "Ring of Fire" exploration play. The Company believes the McFaulds East block holds potential for chromite occurrences suggested by geophysics. The McFaulds East block is adjacent to Noront Resources Ltd.'s property, which contains the Blackbird chromite occurrences near the Eagle's Nest project.

(2) LA YESCA MILL PRODUCTION UPDATE



Source: UC Resources.



UC Resources has achieved a mill throughput rate of 250 metric tonnes per day at its La Yesca mill in the State of Nayarit in Mexico (see map on page 2). Mill feed will be stabilized at this rate over the next few months before the Company moves slowly to test the maximum throughput of the mill.

When the facility is stabilized at 250 tonnes per day, the focus will shift to maximizing recoveries through such processes as metallurgical chemical balancing.

Drilling in the peripheral area of the Xora claim at La Yesca has resulted in some larger-than-expected intercepts of low-grade silver zones, and further investigation is warranted. Drilling also continues closer to the historic mining area. This is under the supervision of a Mexican government geologist, with data being compiled for the Mexican mining authorities under a grant the Company has received for drilling at the La Colorada occurrence.

COMMENT: *UC Resources' objective is to bring the La Yesca project into production and use the cash flows to finance acquisition and exploration. The La Yesca project contains an Inferred Mineral Resource of 225,000 (310,000 non-compliant) tonnes of tailings, with a grade of 2.0 g/t Au and 220 g/t Ag. The onsite mill has reached a throughput rate of 250 metric tonnes per day.*

The Company will be focusing on exploration of the past-producing La Colorada mine on the Xora claim to grow the La Yesca project. This asset has a non-compliant Inferred Mineral Resource estimate of 11,000 tonnes grading 0.70 g/t Au and 619 g/t Ag (determined from wall rock chip sampling).

For additional details on the McFaulds exploration program and on the Mexican project, see UC Resources' December 3, 2010 news release, available on SEDAR at www.sedar.com.

(3) PRIVATE PLACEMENT

The Company announced on November 26, 2010 that it intends to carry out a non-brokered private placement of up to 13,636,363 units to raise \$1.5 million through a combination of flow-through and non-flow-through units. The flow-through units, at \$0.11 per unit, include a half-warrant exercisable at \$0.13 per share for a period of two years from the date of closing. The non-flow-through units are priced at \$0.11 per unit, and include a full warrant exercisable at \$0.13 per share for a period of two years from the date of closing. The net proceeds will be used to expand UC Resources' planned McFaulds' drilling program and airborne survey, as well as for general corporate purposes.

THE COMPANY

UC Resources Ltd. is a junior mining company focused on silver and gold production in Mexico, and exploration in the McFaulds Lake area ("Ring of Fire") in northern Ontario. UC Resources' head office is in Vancouver. The shares trade on the TSX Venture Exchange (symbol UC) and on the Frankfurt Exchange (symbol UCD).



ADDITIONAL INFORMATION

For further information on UC Resources Ltd., see eResearch's October 26, 2010 *StockPotential* report at the following link: http://www.eresearch.ca/report/UC_102610-SP.pdf.

UC RESOURCES STOCK CHART



Source: www.BigCharts.com

Analyst:

Shash Patel, B.Sc., MBA

Bob Weir, B.Sc., B.Comm, CFA

Analyst Affirmation: I, Shash Patel, and I, Bob Weir, hereby state that, at the time of issuance of this research report, I do not own, directly or indirectly, any shares of UC Resources Ltd.

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