

VANCOUVER, May 11, 2016 /CNW/ - [Yellowhead Mining Inc.](#) ("Yellowhead" or the "Company") (TSX: YMI) reports its results of operations for the three months ended March 31, 2016.

For the full condensed consolidated interim financial statements and management discussion & analysis for the first financial quarter ended March 31, 2016, please see SEDAR at www.sedar.com or the Company's website at www.yellowheadmining.com.

First Quarter 2016

During the first quarter of 2016, the Harper Creek Project ("Harper Creek") remained on care and maintenance, and the Company intends to keep Harper Creek on care and maintenance for the foreseeable future, including through the balance of 2016, until such time as more favorable commodity and capital markets exist that would permit the development of Harper Creek to continue.

Summary of First Quarter Results

(Amounts are expressed in thousands of Canadian dollars, except per-share amounts)

	2016	2015
Quarter Ended	31-Mar	31-Mar
Administrative expenses	284	\$ 597
Exploration and evaluation expenses	22	456
Other expenses/(income)	-	(7)
Net loss and comprehensive loss for the period	306	1,046
Basic and diluted loss per share for the period	\$0.00	\$0.01

Yellowhead has no revenue from operations. Results can fluctuate significantly from period to period due to the level of development activities on the Project.

Review of Quarterly Results

The Company recorded a net loss of \$306K for Q1 2016 (Q1 2015 - \$1,046K), a decrease of \$740K.

In Q1 2016 under the care and maintenance program, as compared to Q1 2015, consulting fees decreased to \$0 from \$155k, wages and benefits (including all required 2016 severance) decreased to \$150K from \$307K and exploration and evaluation expenses decreased to \$22K from \$434K. The other Q1 costs are comparable between 2016 and 2015 and relate mostly to the costs of being a public company.

Cash and Cash Equivalents

The Company's working capital decreased \$296K in Q1 2016 from \$1,117K at December 31, 2015 to \$821K. Included in working capital were cash and cash equivalents of \$1,001K (December 31, 2015 - \$1,299K).

Outlook

The Company intends to keep Harper Creek on care and maintenance for the foreseeable future, including through the balance of 2016, until such time as more favorable commodity and capital markets exist that would permit the development of Harper Creek to continue.

About the Harper Creek Project

Harper Creek is a proposed 70,000 tonnes-per-day open pit copper mine with a 28 year mine life, located in the Thompson & Nicola region of British Columbia near Vavenby. If developed, Harper Creek would provide up to 600 jobs during construction and up to 450 permanent jobs during operations.

[Yellowhead Mining Inc.](#) is a development stage company with a 100% interest in Harper Creek, located in the North Thompson - Nicola region of British Columbia, Canada.

Forward-Looking Statements

Except for statements of historical fact, this news release contains certain "forward-looking information" within the meaning of applicable securities laws. Forward-looking information is frequently characterized by words such as "plan", "expect", "project", "intend", "believe", "anticipate", "estimate" and other similar words, or statements that certain events or conditions "may" or "will" occur. Forward-looking statements are based on the opinions and estimates of management at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those anticipated in the forward-looking statements, including, among others, the accuracy of mineral grades and related assumptions, inherent operating risks, planned expenditures, proposed exploration and development at the Harper Creek Project, operating and economic aspects of the Harper Creek Project, as well as those risk factors identified in the Company's Annual Information Form filed under the Company's SEDAR profile. Yellowhead undertakes no obligation to update forward-looking information if circumstances or management's estimates or opinions should change except as required by law. The reader is cautioned not to place undue reliance on forward-looking statements. More detailed information about potential factors that could affect projected results is included in the documents filed from time to time with the Canadian securities regulatory authorities by Yellowhead.

SOURCE [Yellowhead Mining Inc.](#)

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