

PORPHYRY COPPER GOLD EXPLORATION PROJECT

THE OCAÑA PORPHYRY COPPER PROJECT

PHASE 1 - DRILLING COMPLETE – ALL HOLES INTERSECT STRONG PORPHYRY MINERALIZATION

INDICO RESOURCES LTD: is a mineral exploration company focused in the discovery and exploration of porphyry copper-gold deposits in South America. The Ocaña Porphyry Project in southern Peru is the Company's primary exploration project, and is currently the main focus of exploration activities. Indico has rights to earn a 100% interest in the project. In addition, the Company has reviewed multiple additional porphyry exploration projects and is in negotiation to acquire interests in additional porphyry exploration projects. The company's senior technical staff has a cumulative 40 years of porphyry exploration and resource definition experience.

SOUTHERN PERU COPPER BELT: The porphyry copper deposits of the region include Toquepala (770M tonnes @ 0.74% copper), Quellaveco (213M tonnes @ 0.94% copper & 761M tonnes @ 0.57% copper), Cuajone (61M tonnes @ 0.56% copper & 1,212M tonnes @ 0.64% copper), Cerro Verde (1,000M tonnes @ 0.51% copper), Cerro Negro (64M tonnes @ 0.56% copper) and the newly discovered Zafranal porphyry system.

OCAÑA PROJECT: The project consists of 22 concessions of over 110 square kilometres, on which Indico has an option to earn a 100% interest. Mapping and geochemical sampling has identified two significant porphyry targets, and the larger of these has now been drilled with five holes totaling 2195 metres. All drill hole results returned strong mineralization over significant thicknesses and beginning near the surface.

PROPERTY DEAL: Total consideration to earn the 100% interest in the Mining Concessions of the property is 8.5 million shares and \$17.75 million over a 5 year period, with the bulk of payments (6.5M shares and \$15.5 million) obligated at the end of year 5. In other words, the larger payments would only be made if a significant discovery has been made to justify the investment. Concessions are valid in perpetuity through a government annual tax of \$3/ha. There are no royalties, back-in rights, payments, or known encumbrances to the property. A mining concession in Peru grants to the holder the right to explore and extract mineral resources within the specified boundaries of the concession.

YEAR	\$US	SHARES
0	\$387,272.72	-
1	\$322,727.26	200,000
2	\$451,818.18	300,000
3	\$516,363.65	500,000
4	\$580,909.09	1,000,000
5	\$15,490,909.09	6,500,000

*Property deal as referenced from Sept. 14, 2010 news release



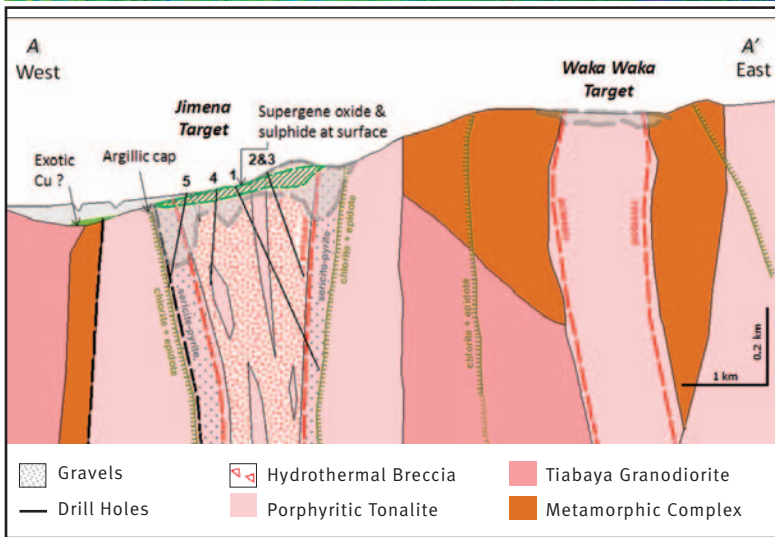
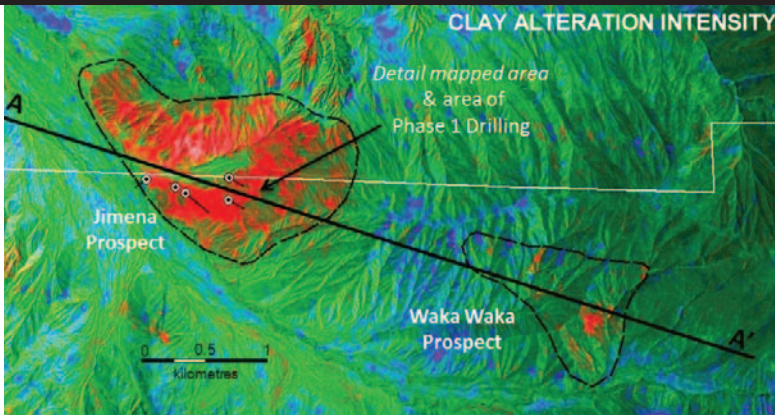
- Z Zafranal Project
- CV Cerro Verde Mine
- CN Cerro Negro Mine
- C Cuajone Mine
- Q Quellaveco Mine
- T Toquepala Mine

CAPITALIZATION (as of January 17, 2012)

Shares issued	23.5 M
Fully diluted	24.9 M
Recent Price:	\$0.22
52 week high/low:	\$0.80 - \$0.12
Market Capitalization:	\$5.1 M

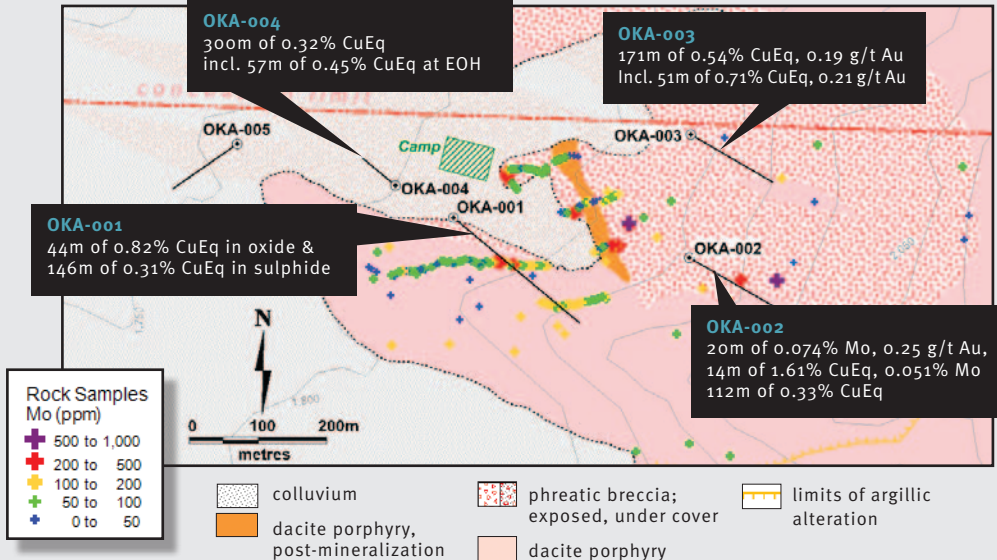
MANAGEMENT & DIRECTORS

Gary Freeman	President / CEO
Daniel Marinov	Chief Geologist
Keith J. Henderson	Director
Len Harris	Director
Mike Kinley	Director
Coille van Alphen	Director



SURFACE EXPLORATION: The Ocaña property covers an area with widespread color alteration anomalies typical of large porphyry copper-gold systems. Rock types, alteration and veining on the property are consistent with the porphyry model. The surface exploration work completed to date includes a ground geophysical survey (magnetic and induced polarization), detailed structural and alteration mapping, geochemical surveys (talus fines, rock and trench sampling) and interpretation of satellite imagery. This work has defined two targets: Jimena and Waka Waka.

SATELLITE IMAGERY & GEOCHEMISTRY: High resolution satellite imagery over Ocaña clearly shows two areas of intense clay and iron alteration, which are typically associated with large porphyry systems. Highly anomalous copper and molybdenum values are concentrated over these intensely altered areas. The Jimena Target is the largest and covers an area of approximately 1.5 km x 0.5 km, which is just the southern half of a 1.5 km X 2.5 km anomaly bisected by the concession boundary. The second anomalous area is the Waka Waka Target, covering an area of just over 1.0km and located three kilometres east of Jimena. The larger Jimena Target was determined to be the focal point for the initial drill program recently completed.



PHASE 1 DRILL RESULTS: Five drill holes totaling 2,195 metres have been completed at the Jimena Target in Phase I, and all contain strong mineralization over significant thicknesses, most beginning near the surface. Highlights include hole OKA-001 with 44m grading 0.73% copper, 0.03 g/t gold, 105ppm molybdenum, and hole OKA-003 with 171m grading 0.33% copper, 0.19 g/t gold, 111ppm molybdenum. Hole OKA-004, with 300m of 0.32% copper equivalent, ended with the last 15 metres averaging 0.42% copper.

Copper equivalent (CuEq) is calculated using copper \$US3/pound, gold \$US1200/ounce, molybdenum \$US15/pound and silver \$US21/ounce, with no allowances made for recovery losses.

DISCLAIMER: This material contains “forward looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995 and “forward looking information” within the meaning of the British Columbia Securities Act and the Alberta Securities Act. Generally, the words “expect”, “intend”, “estimate”, “will” and similar expressions identify forward looking information. By their very nature, forward looking statements are subject to known and unknown risks and uncertainties that may cause our actual results, performance or achievements, or that of our industry, to differ materially from those expressed or implied in any of our forward looking information. Statements in this press release regarding Indico’s business or proposed business, which are not historical facts are forward looking information that involve risks and uncertainties, such as estimates and statements that describe Indico’s future plans, objectives or goals, including words to the effect that Indico or management expects a stated condition or result to occur. Since forward looking statements address events and conditions, by their very nature, they involve inherent risks and uncertainties. Actual results in each case could differ materially from those currently anticipated in such statements. Investors are cautioned not to place undue reliance on forward looking statements, which speak only as of the date they are made. All of the Company’s Canadian public disclosure filings may be accessed via www.sedar.com and readers are urged to review these materials, including the technical reports filed with respect to the Company’s mineral properties. The foregoing commentary is based on the beliefs, expectations and opinions of management on the date the statements are made. The Company disclaims any intention or obligation to update or revise forward looking information, whether as a result of new information, future events or otherwise. The technical information with respect to deposits of the Southern Peru Porphyry Belt was obtained through the respective company’s public disclosure documents and on SEDAR.

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