



27 April 2006

Australian Stock Exchange Limited

By electronic lodgment

Quarterly Report For the Quarter ended 31 March 2006

Highlights

- **Bendoc diamond drilling intercepts up to 6.0m @ 4.64 g/t gold and 1.5m @ 9.04 g/t gold**
- **Additional Uranium Projects applied for in Western Australia**
- **Iron Ore Agreement with Atlas Iron Limited on Dynasty's North Shaw Iron Project**
- **Applications for two Coal Seam Gas projects in WA**
- **Loyalty Option issue raised \$258,000**

Corporate

Dynasty Metals Australia Ltd (ASX code – DMA) raised a further \$258,500 by the issue of 25,800 quoted options (DMOA).

Richard Stanger resigned as Managing Director in late February 2006 and Rita Brooks has assumed an executive role pending appointment of a new CEO.

Gold, Victoria (100%)

Bendoc

After the end of the Quarter Dynasty reported that it had completed a four hole 500m diamond drilling program on the Victoria Star Prospect at its Bendoc Gold Project in eastern Victoria. This was Dynasty's first drilling program since ASX listing in December 2005.

Best intercepts are:

- **6.0m @ 4.64 g/t gold**
- **1.5m @ 9.04 g/t gold**

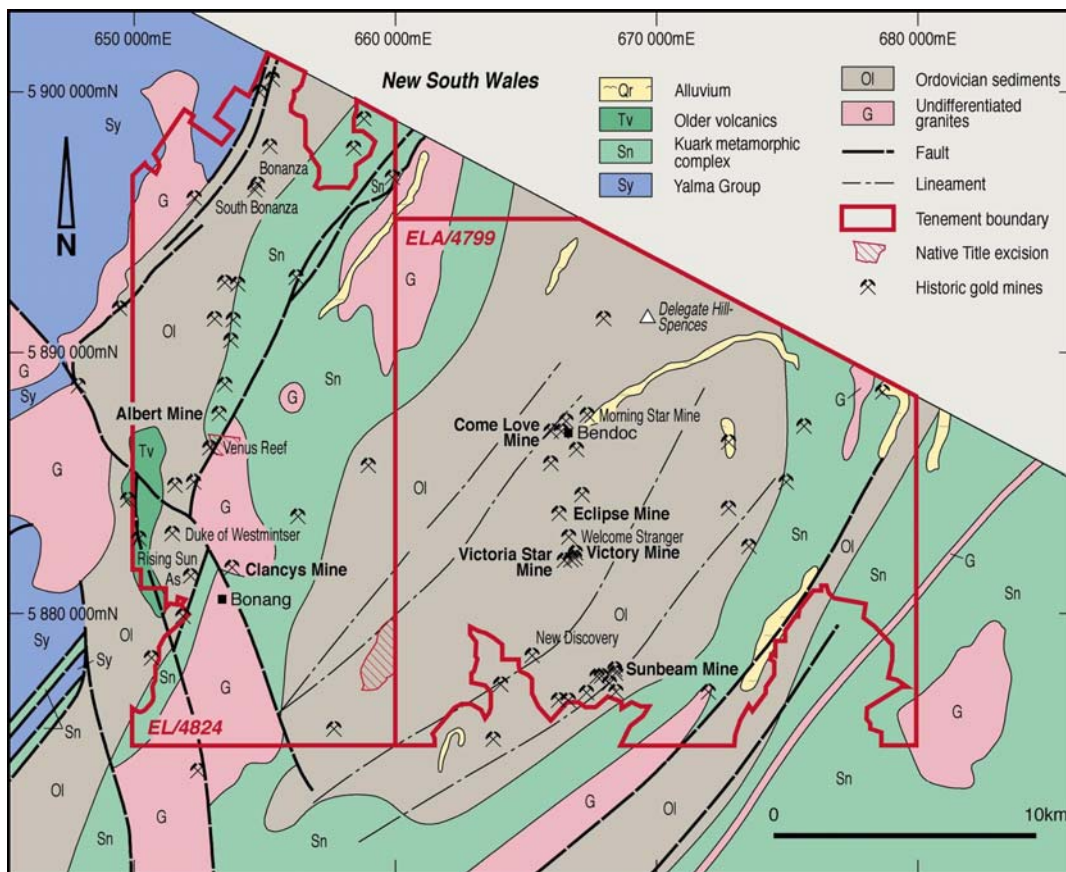
The Victoria Star Prospect is one of several gold prospects within the Bendoc Gold Project which covers the Bendoc, Bonang and Clarkeville goldfields.

Victoria Star gold mine and from 1994-96, 73 RC holes were drilled, intersecting extensions to the mined zones as well as new zones of gold mineralization. Dynasty's four diamond drill holes (BB1–BB4) were planned to confirm RC Dynasty percussion drilling results and to assist in better defining the structural and geological controls. Further drilling is proposed when all assay results have been received and a computer-based structural model has been completed.

Bendoc gold intersections over 1.0 g/t include:

Hole	From metres	To metres	Downhole width metres	Gold g/t
BB1	16.0	17.8	1.8	2.14
BB2	98.0	100.5	2.5	2.19
BB3	50.0	51.5	1.5	2.42
BB4	26.9	28.2	1.3	1.12
	57.4	60.0	2.6	2.22
	71.0	77.0	6.0	4.64
	80.0	79.5	2.0	7.19

* end of sampling



BENDOC GOLD PROJECT - TENEMENT LOCATION & REGIONAL GEOLOGY

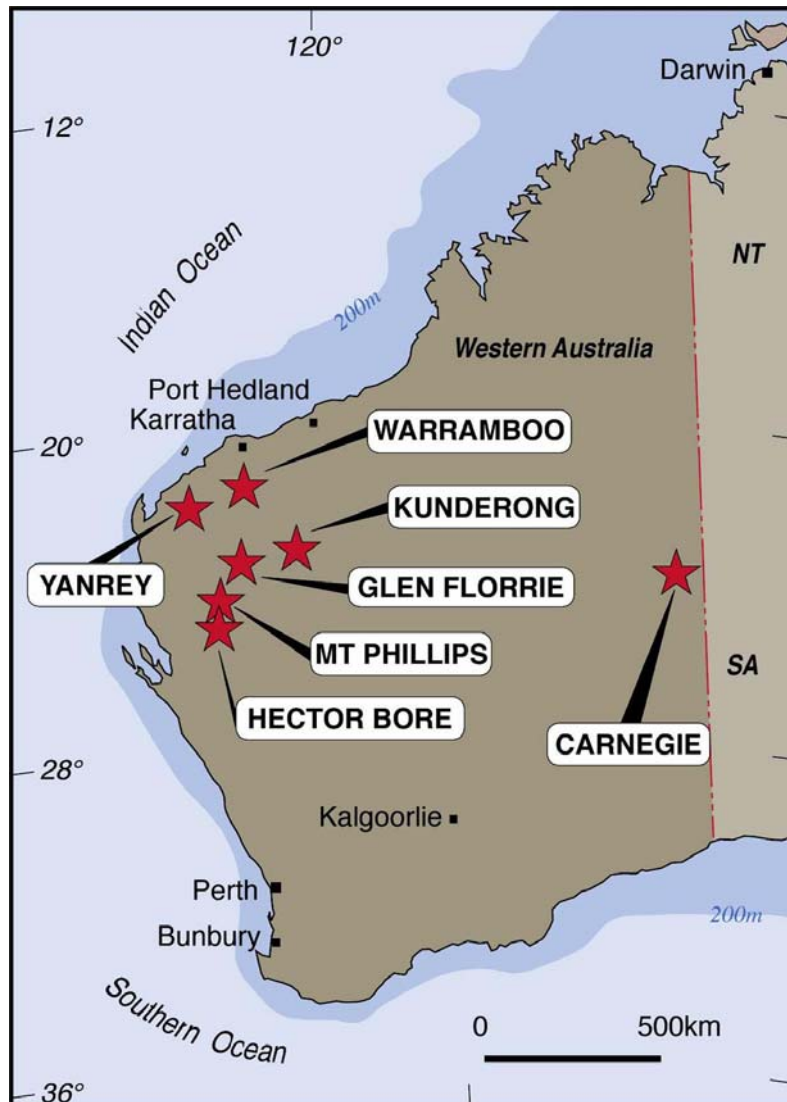
Bright

A reverse circulation drilling program to test quartz reef zones is planned. Preparation for 14 drill sites on seven different quartz reef lines is underway and the necessary government approvals are being sought and site visits are being conducted.

Uranium, Western Australia (100%)

Dynasty has expanded its uranium portfolio with two new tenement applications and now has seven uranium exploration projects in Western Australia. The projects are:

Hector Bore, Mt Phillips, Glen Florrie, Warrambo, Yanrey, Kunderong and Carnegie.



**DYNASTY URANIUM EXPLORATION PROJECTS
LOCATION MAP**

Dynasty is advancing its uranium portfolio as follows:

Hector Bore has been granted as E09/1204 which is located about 250km east of Carnarvon in the Proterozoic Gascoyne Province. Several uranium occurrences have been identified from previous exploration and Dynasty proposes to commence field work in May 2006.

A second exploration licence has been applied for to infill the area between Hector Bore and the Wabli Creek area held by U3O8 Limited. Wabli Creek is reported as containing carnotite bearing valley calcrete deposits overlying lower Proterozoic metamorphic rocks.

Mt Phillips is an exploration licence application E09/1202 over an area with uranium occurrences known from previous exploration in the 1970's.

Glen Florrie and **Warremboo** are exploration licence applications E08/1621 and E08/1620 over two areas in the Gascoyne Province with potential for uranium and base metals occurrences.

Yanrey comprises three exploration licence applications E08/1940, E08/1939 and E08/1938 which cover an area of 356sq km located approximately 95 km south of Onslow. E08/1538 is located east of the Manyingee uranium deposit held by Paladin Resources NL and contains part of the same palaeochannel (as described in Dynasty's IPO Prospectus).

Kunderong exploration licence application E52/1948 is situated south of Paraburdoo. At Nobbys prospect located 4km south of E52/1948, Government open files report drill holes beneath the enriched surface uranium mineralisation intersected up to 5.5m @ 0.62% U₃O₈ and 2 metres @ 0.74% U₃O₈. Dynasty is assessing the previous work over its Kunderong Project.

Carnegie exploration licence application is located 930km north-east of Kalgoorlie. The area has been subject to previous exploration for gold and diamonds. Palaeozoic Canning Basin sediments overlap onto upper Proterozoic rocks within the project. Government open files show 1992-1994 diamond exploration identified a palaeochannel which was deemed un-prospective for economic heavy minerals, however the alluvial material reported slightly elevated Au and Ni levels in drill cuttings with moderate enrichment with pan concentrates of uranium, including 31.20ppm, 29.80ppm and 32.5ppm (background 2.0ppm). Dynasty is assessing the previous work. The palaeochannel will be re-sampled upon grant and the company will plan a radiometric survey over the area.

Iron, Western Australia

Prairie Downs (100%)

These exploration licence applications *E52/1927, E52/1938 and E52/1949* are situated 40-62 km west-southwest of Newman. The tenements adjoin the Prairie Downs iron ore project which is reported to contain Marra Marra Iron Formation and the Jeerinah Formation. At ELA52/1949 Government open files show that the previous exploration by BHP selected seven targets to be drill-tested for Mara Marra and Brockman Iron Formations. Two deep targets remain untested as it was assumed the Mara Marra Formation continues at 350m depth. Dynasty intends to assess all available information on the project area.

North Shaw

E45/2728 was granted in April 2006. Dynasty has signed a letter of intent with Atlas Iron Limited for Atlas to explore for iron ore on Dynasty's North Shaw project E45/2828. The key terms of the agreement are the issue to Dynasty by Atlas of 500,000 shares for the iron ore rights and Dynasty will retain a 2% gross royalty.

Gold and Nickel, Western Australia

Laverton and Stella Range Gold / Nickel Projects (100%)

Dynasty continues to assess the gold and nickel potential at Stella Range and Laverton where field work will continue in May 2006. At Laverton exploration licence E38/1752 and prospecting licences P38/3272-P38/3274 have been granted, as has exploration licence E39/1066 at Stella Range.

Coal Seam Gas, Western Australia (100%)

Dynasty has made two applications for Coal Seam Gas (CSG) projects in the North Perth Basin in Western Australia.

Irwin Project

Dynasty's application SPA 5/05-6 AO is situated on the Perenjori 250,000 map sheet and Dynasty proposes to test for CSG within the Irwin River Coal Measures of the Perth Basin.

Talisker Project

Dynasty's application SPA 6/05-6 AO is situated 20km south of the Talisker homestead on the Yaringa 250,000 map sheet. Dynasty proposes to test for CSG within the area surrounding the Talisker coal prospect.

Further details are available on Dynasty's website.



Peter Andrews
Chairman

The information in this report that relates to exploration results is based on information compiled by Alan Svanosio who is a member of the Australian Institute of Geoscientists. Alan Svanosio has sufficient experience which is relevant to the style of mineralisation and type of deposit and to the activity he is undertaking to qualify as a Competent Person as defined in the JORC Code. The Competent Person is not a full-time employee of Dynasty, however, he is engaged as its Exploration Consultant. Alan Svanosio consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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