



27 October 2006

ASX/Media Announcement

DYNASTY COMMENCES DRILLING AT BRIGHT TO TEST GOLD REEF

Dynasty Metals Australia Ltd (ASX: DMA) today announced that it has commenced drilling at its Bright Gold Project located in the Bright-Harrietteville Goldfields in Victoria.

The Bright Project is situated approximately 200 km north east of Melbourne (see Figure 2). Record production at historical gold mines of Bright and Harrietteville Goldfields is 341,218 ounces from quartz reef sources with grade averages between 18-20 g/t Au. The Goldfield is of similar style to the Bendigo-Ballarat Goldfields with gold rich quartz reefs from < 1 m to 40 m wide, which appear to be concentrated in faults.

The combined reverse circulation - diamond drilling program will test the down plunge extension of the Victoria Reef which is one of several gold-bearing reefs within the Peabody Mine area at Bright.

Dynasty Project Geologist, Mr Alan Svanosio, said that active exploration was the key to driving value from the region's vast potential.

"There are over 250 named reefs in the Bright Goldfield and we are the first company to commence exploration and drilling in this area in over 50 years," Mr Svanosio said.

Two adits that cut the Victoria Reef, Crimean and Peabody, have been rock chip sampled along strike by a previous explorer (see Figure 3). The Crimean Adit, which is below near surface workings, produced 12 samples at an average grade of 36.60g/t gold. The Peabody Adit is approximately 240m below this adit and some distance to the south. Where Peabody cuts the Victoria Reef, 27 underground rock chip samples were collected at 1.5m intervals along 40.5m strike length. Assays range from 0.10-33.0g/t gold with an average grade of 7.50g/t gold.

"The Victoria Reef appears un-worked in the zone between the Crimean and Peabody adits – this leaves scope for the discovery of significant gold mineralisation."

-ENDS-

For further information please refer to Dynasty's website or contact:

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APPENDIX

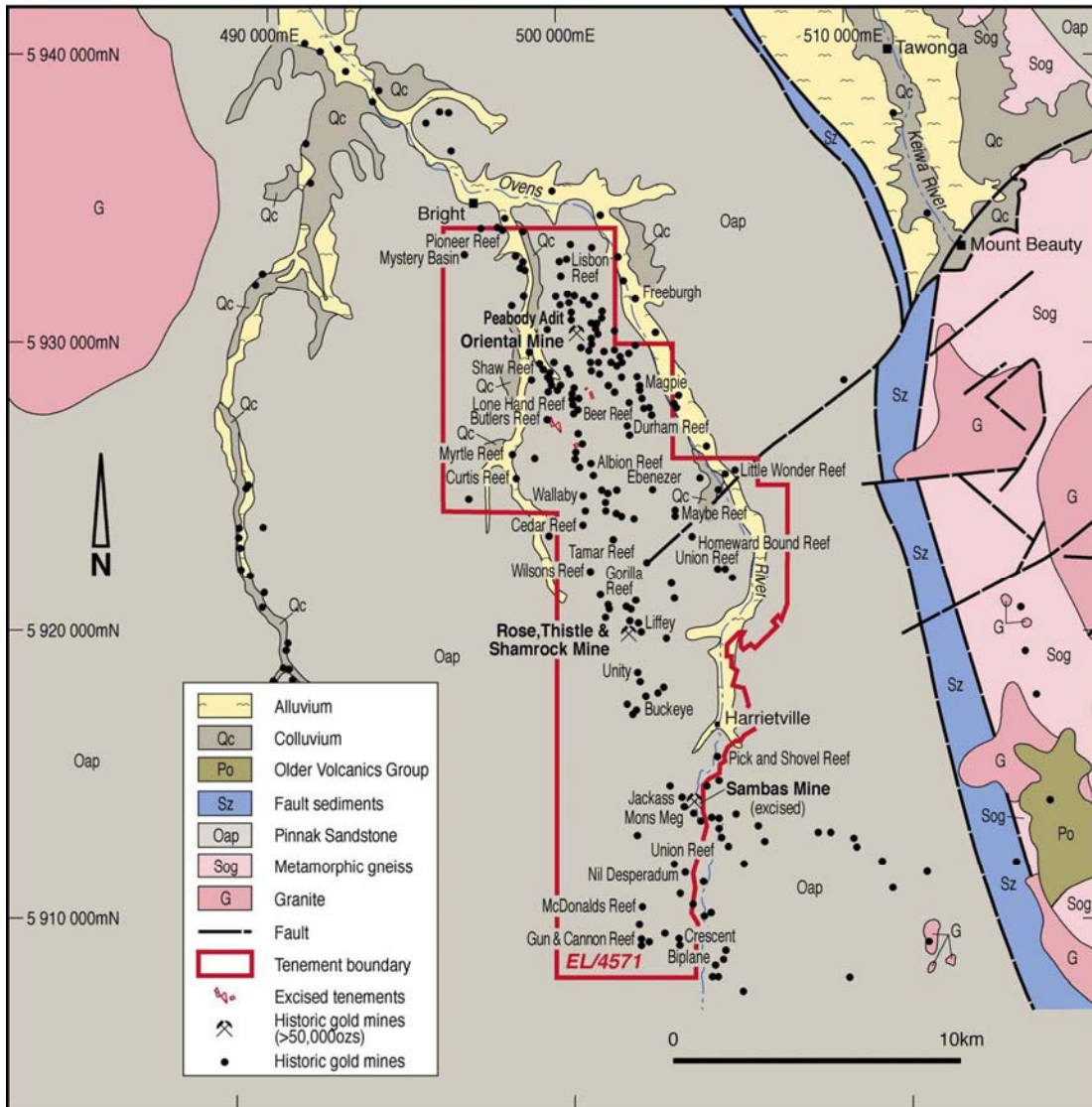
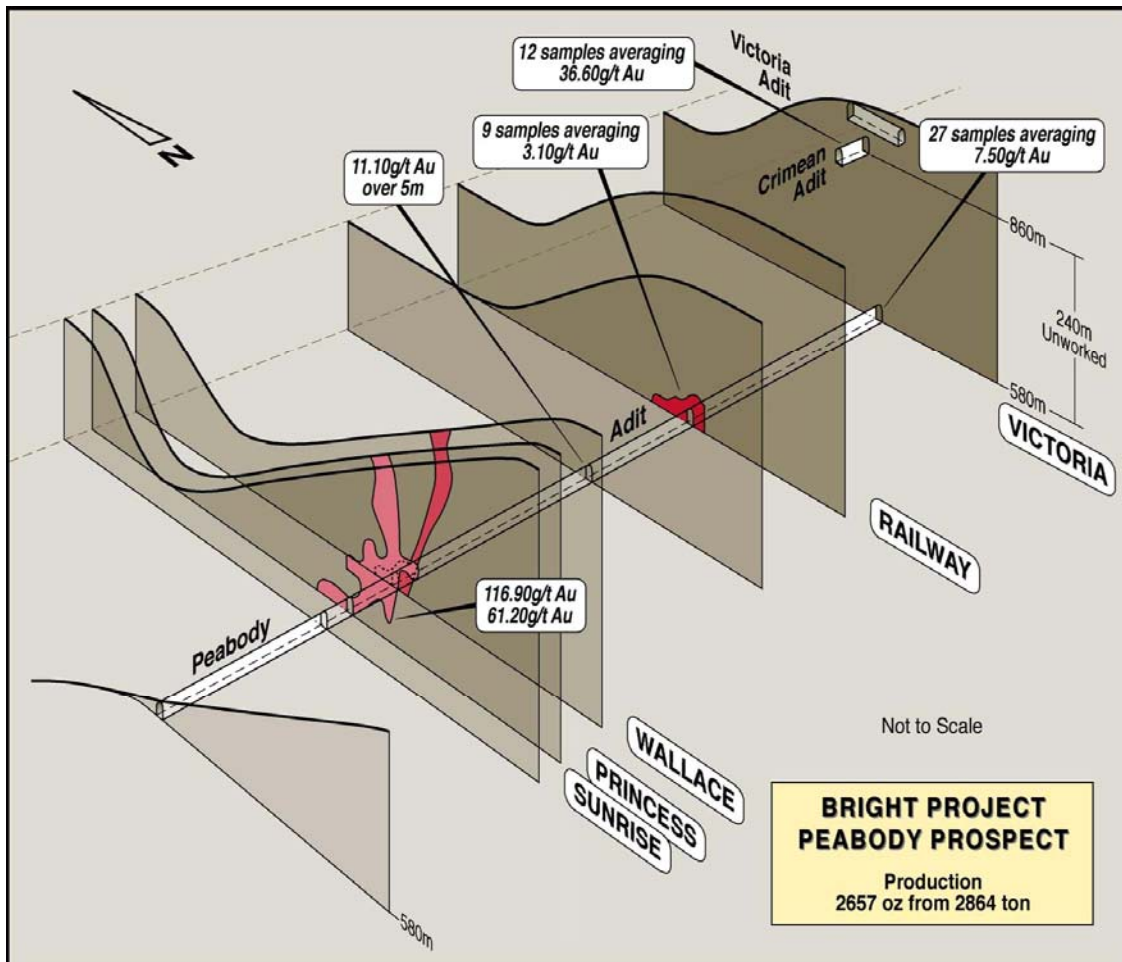


Figure 2: BRIGHT GOLD PROJECT - TENEMENT LOCATION & REGIONAL GEOLOGY



**Figure 3: BRIGHT GOLD PROJECT - PEABODY GOLD PROSPECT
& ASSOCIATED REEF LINES ISOMETRIC DIAGRAM**
Extracts from Dynasty's 2005 Prospectus

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 they are undertaking to qualify as a Competent Persons as defined in the JORC Code. Alan is not full-time employee of Dynasty, however, he is engaged as its exploration consultant. He consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.