



ASX Announcement

23 July 2007

**LAVERTON NICKEL PROJECT
SALE TO POSEIDON NICKEL LTD**

Emerging energy and uranium company Dynasty Metals Australia Ltd (ASX: DMA, "Dynasty") continues to rationalise its non-core gold and nickel assets with the sale of the Laverton Nickel Project to Poseidon Nickel Ltd ("Poseidon", formerly Niagara Mining Ltd).

The Company has today executed a letter of intent to sell the Laverton Nickel Project for \$400,000 fully paid shares in Poseidon. The arrangement is subject to a 3 month Due Diligence period. The details of the offer are:

- Dynasty will sell its interests in the Laverton Nickel Project;
- Consideration of \$400,000 of fully paid shares in Poseidon;
- Poseidon shares to be valued as the Volume Weighted Average Price over the preceding five days.

Dynasty Managing Director Rita Brooks said "The Board is pleased to partner with Poseidon as they proceed to drill the favourable target zones and Dynasty shareholders will continue to participate in the nickel exploration with the Company's shareholding in Poseidon".

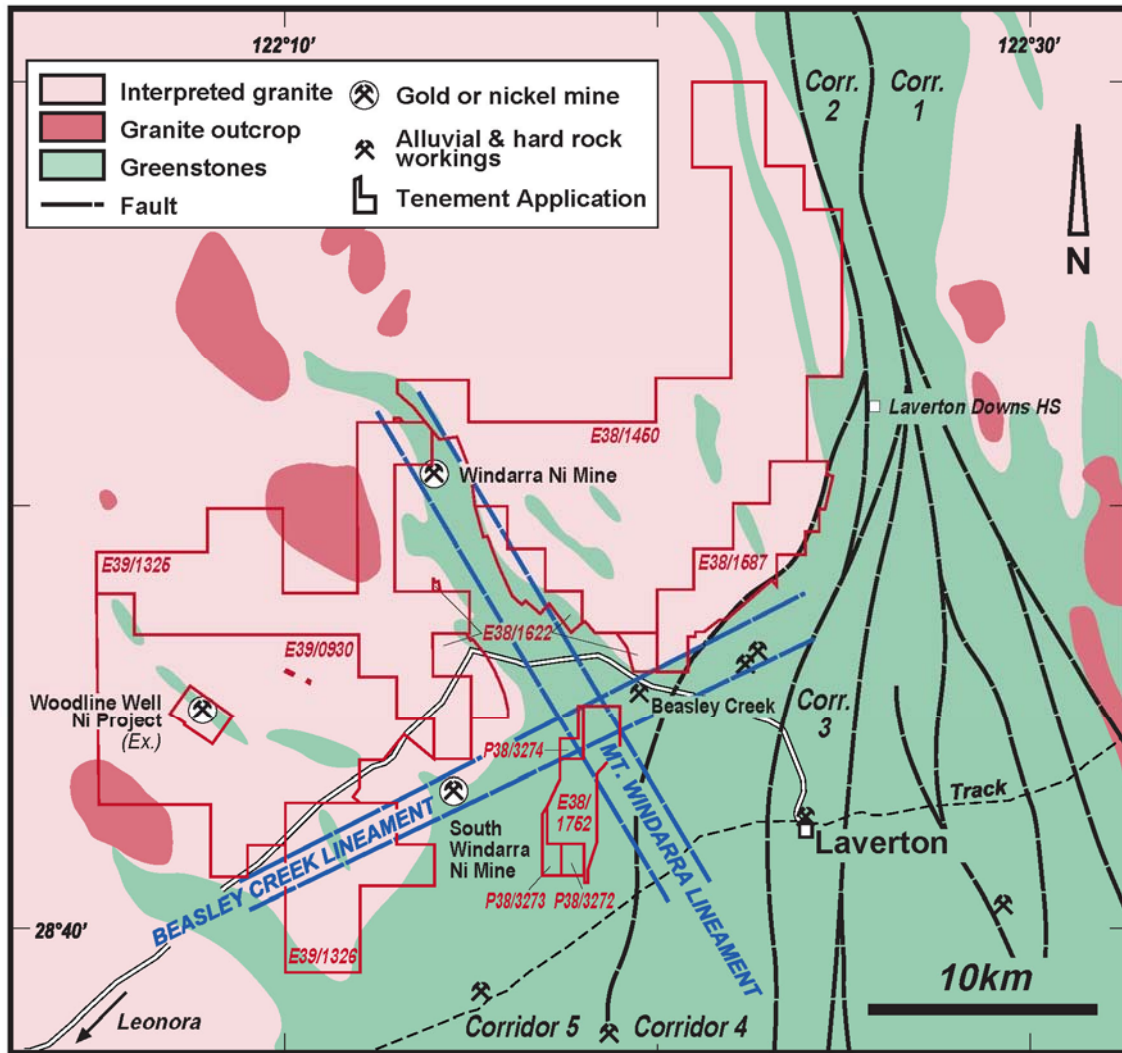
Laverton

The project is located 15km north-west of Laverton and 1km south-east of the Denny Bore prospect, where Poseidon reported nickel sulphides including 0.37m @ 17.58% Ni in January 2007.

The project covers part of a large composite granite pluton occupying the core of the Margaret Anticline, a south plunging regional scale fold structure bounded on either side by the Celia Lineament and Laverton Tectonic Zone. In and around the project area, the granites contain a number of dismembered remnants of the mineralised Windarra BIF/ultramafic sequence.

Poseidon

Poseidon has recently undergone a reorganisation and is focussed on revitalising the Mount Windarra nickel province that sparked the nickel boom of the 1970s. Poseidon intends to undertake an extensive and exploration program over the area. The reorganisation includes the appointment of a new Board of Directors consisting of Mr Andrew Forrest as Chairman, Mr Richard Monti and Mr Chris Indemaur.



Dynasty's Laverton Nickel Project

For further information, please refer to Dynasty's website at www.dynastymetals.com.au or contact:

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About Dynasty

Since listing on the ASX in December 2005, Dynasty has laid the foundations for growth as an emerging Australian energy company. It has built its portfolio of uranium projects in Western Australia from 5 to 20, applied for exploration licenses over five areas potentially prospective for uranium in Botswana and has a SPA for Coal Seam Gas (CSG) exploration over the Irwin Coal Field. The Company also includes iron ore, nickel and gold amongst its exploration projects.

Dynasty has embarked upon the next phase of growth through exploration, and is currently conducting an extensive seismic program to uncover CSG prospects over its Irwin Coal Bed Gas project in Western Australia.

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 Persons 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. He has consented to the inclusion in the report of the matters based on his information in the form and context in which is appears.