



17 March 2008

ASX/Media Announcement

PLACEMENT OF SHORTFALL OF OPTIONS

Dynasty Metals Australia Ltd (ASX: DMA) ("Dynasty"), is pleased to announce that pursuant to the Underwriting Agreement announced on the 29th February 2008 that the Company has finalised the placement of 11.005 million shares to its underwriter to raise \$2,201,000 before costs.

This is a particularly pleasing result in view of current stock market volatility and largely due to the efforts of its executive director and its chairman. The additional funds will strengthen the Company's position to move forward and to look into new opportunities that may emerge in this volatile market.

A notice in accordance with Section 708A accompanies this announcement.

A handwritten signature in black ink, appearing to read 'G. Anderson', is positioned above the printed name and title.

Graham Anderson
Director/Company Secretary



Notice under Section 708A

Dynasty Metals Australia Limited (Company) issued 11,005,000 shares to professional investor clients of Cachel Limited Partnership on 14 March 2008, being a placement of a part shortfall of 29 February 2008, 20 cent options. The securities are part of a class of securities quoted on the Australian Stock Exchange Limited.

The Company gives this notice pursuant to Section 708A(5)(e) of the Corporations Act.

The shares were issued without disclosure to professional investor clients of Cachel Limited Partnership under Part 6D.2, in reliance on Section 708A(5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- a) its financial reporting obligations including the provisions of Chapter 2M of the Act (as applicable to the Company); and
- (b) its continuous disclosure obligations under the Listing Rules and Section 674 of the Act.

There is no excluded information as at the date of this notice, for the purposes of Sections 708A (7) and (8) of the Corporations Act.

For and on behalf of
Dynasty Metals Australia Ltd

A handwritten signature in black ink, appearing to read 'G. Anderson', is written over a light grey rectangular background.

Graham Anderson
Director/Company Secretary