



30 April 2008

Manager of Company Announcements
Australian Securities Exchange Limited
Level 6, 20 Bridge Street
SYDNEY NSW 2000
By E-Lodgement

QUARTERLY ACTIVITIES REPORT FOR THE
QUARTER ENDING 31st MARCH 2008

The Directors are pleased to submit the following Activities and Cash Flow Report.

Summary

Data processing and reporting for the Irwin Coal Seam Gas project have been completed as well as the submission of applications to continue exploration in two separate areas under Petroleum Exploration Permits. Initial drilling at the Yanrey uranium project has been completed. Results confirm the presence of a uranium-bearing paleochannel interpreted to be the upstream extension of the Bennet channel that hosts Scimitar Resources' Bennet Well prospect. Highlights include: 1.15m @ 406 ppm eU3O8, 2.1m @ 295ppm eU3O8 and 0.3m @ 576ppm eU3O8 calculated from down-hole gamma-ray surveys.

Irwin Coal Seam Gas (DMA 100%)

The Irwin coal seam gas project is located 65 kilometres east of Geraldton in close proximity to existing pipelines and the developing mid-west iron ore mining region. Preliminary seismic exploration conducted under a Special Prospecting Authority (SPA 5/05-6) has provided encouragement to convert the SPA into Petroleum Exploration Permits. The SPA is to be split into three parts; the northern and southern parts being the subject of the two Petroleum Exploration Permit applications, which have been submitted, together with the final technical report to the Department of Industry and Resources, and a central zone which is to be excluded from the application. The Petroleum Exploration Permit is exclusive and covers all hydrocarbons. Work conducted to date indicates that coal seams are located within the depth window in which coal seam gas can be generated and stored and that the coal is of a type (subbituminous A) that can potentially contain methane gas. The Permian Irwin River Coals have been documented by previous explorers to contain methane encountered during drilling. Further exploration of these permit areas will include an assessment of the seismic data in order to site test bores to ascertain the gas content of the coal.

Yanrey Uranium Project (DMA 100%)

Located 90 kilometres south east of Onslow, the Yanrey project consists of four exploration licences. E08/1539 is located 2.5km from the Manyingee uranium deposit (Paladin Energy Ltd) and E08/1540 is located 7 km from the Bennet Well uranium deposit (Scimitar Resources Ltd). A further area consists of two tenements (E08/1538 and E08/1699) and is oriented in a north-south direction along the old Onslow road. The targets of the recently completed drilling program are uranium deposits in buried paleochannels that were identified from airborne electromagnetic (AEM) surveys. Twenty one aircore holes were drilled to depths of up to 100m. Drilling has confirmed the presence of a radioactively anomalous paleochannel near Myallis Bore in the central tenement (E08/1540). This is interpreted to be the upstream extension of the paleochannel that Scimitar Resources has extensively drilled at the Bennet Well uranium prospect. There appears to be good continuity between paleochannels interpreted from AEM survey data by Scimitar Resources and channels interpreted from Dynasty Metals' data. Selected intersections and grades are shown in the Table 1 below. Further results will be available when processing of the down-hole gamma survey data for drill holes YNAC14-22 have been completed.

Bendoc, Victoria, Gold (DMA 100%)

A visit to the Bendoc gold project has recently been made by one of the Directors and a consultant geologist. Data compilation and a preliminary resource calculation is at an advanced stage. It is expected that the 3D modelling will provide the basis for on-going exploration of the prospect.

Botswana (uranium)

Licences which were under application in Botswana have now been approved. Data compilation by NGIS is currently being conducted in order to acquire additional tenements and to modify existing licences to include gold and base metals.

Tenement Review

A full tenement review has recently been completed with a view to talk to interested parties for joint ventures in Dynasty Metals' uranium tenements in the Capricorn Orogen area.

Table 1: Selected intersections and grades from the Yanrey Uranium Project

Hole Number	Average grade (ppM)	Thickness (m)	Grade Thickness (ppM.m)	Cut Off	Depth from (m)	Depth to (m)	Max. (ppM)	Equivalent U3O8 calculated from down-hole gamma probe
YNAC003	225	0.7	157	100	40.9	41.6	320	eU3O8
YNAC003	254	0.55	140	150	40.9	41.5	320	eU3O8
YNAC003	271	0.45	122	200	41.0	41.4	320	eU3O8
YNAC003	214	0.25	53	200	58.2	58.4	220	eU3O8
YNAC003	290	0.3	87	250	41.0	41.3	320	eU3O8
YNAC004	317	0.6	190	100	36.3	36.9	518	eU3O8
YNAC004	237	0.4	95	150	32.9	33.3	299	eU3O8
YNAC004	335	0.55	184	150	36.4	36.9	518	eU3O8
YNAC004	258	0.3	78	200	32.9	33.2	299	eU3O8
YNAC004	374	0.45	168	200	36.4	36.9	518	eU3O8
YNAC004	396	0.4	158	250	36.5	36.9	518	eU3O8
YNAC005	218	0.3	65	200	60.8	61.1	229	eU3O8
YNAC006	295	2.1	619	100	41.2	43.3	627	eU3O8
YNAC006	219	0.95	208	150	35.4	36.4	292	eU3O8
YNAC006	347	1.6	555	150	41.3	42.9	627	eU3O8
YNAC006	261	0.45	117	200	35.5	35.9	292	eU3O8
YNAC006	379	1.35	512	200	41.4	42.8	627	eU3O8
YNAC006	279	0.3	84	250	35.5	35.8	292	eU3O8
YNAC006	406	1.15	467	250	41.5	42.7	627	eU3O8
YNAC006	576	0.3	173	500	42.1	42.4	627	eU3O8
YNAC007	201	1.15	231	150	44.3	45.5	314	eU3O8
YNAC007	269	0.35	94	200	44.4	44.7	314	eU3O8
YNAC007	299	0.2	60	250	44.4	44.6	314	eU3O8

By order of the board

For further information:

Dr Warick Brown

(08) 9481 8668

Qualifying statement

Dr. Warick Brown has compiled the information in this report. Dr. Brown has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results. Dr. Brown consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.