

16 May 2008

ASX/Media Announcement

GENERAL MEETING – CHAIRMAN’S ADDRESS

Fellow shareholders, on behalf of the Board of Dynasty Metals Australia Ltd it is my pleasure to welcome you to this General Meeting of the Company. I would like to take an opportunity prior to commencing the formal matters of the meeting to provide a brief update of the company’s status and activities.

Dynasty currently has 55,631,312 shares on issue, and at yesterday’s closing share price of 30 cents per share a market capitalisation of just under \$17M.

Our portfolio of assets includes:

- cash of \$5.5M;
- investments in ASX listed companies of \$1.8M including Atlas Iron Ltd (ASX Code : AGO) and Poseidon Nickel Ltd (ASX Code : POS);
- the 100% owned Irwin Coal Seam Gas Project near Geraldton in Western Australia;
- our recently announced Tiaro joint venture for coal in the Queensland Maryborough Coal Basin;
- a substantial package of uranium, iron and base metals tenements in Western Australia including our Yanrey, Warrambo, Mt Phillips, Prairie Downs and Stanley/Nabberu projects;
- gold exploration projects at Bright and Bendoc in Victoria, locations with historical gold production;
- a 2% gross revenue royalty over production from tenement E45/2728, where the iron ore rights were sold to Atlas Iron in April 2006.

Your Board believes that the recent strengthening in the company’s share price comes from a market reappraisal of the potential of our portfolio of assets. However we believe that our current market capitalisation still does not fully reflect our full value.

Your Board will continue to work actively to develop all of our existing projects, as well as seeking and evaluating further significant opportunities to build substantial shareholder value.

Richard Oh
CHAIRMAN