

23 October 2012

ASX Announcement

EXPLORATION UPDATE GROUND MAGNETIC SURVEY COMPLETED

Dynasty Metals Australia Limited (Dynasty) is pleased to announce that a 220 line kilometre ground magnetic survey has been successfully completed over Dynasty's E52/2591 tenement, 20 kilometres east of Newman. This tenement is covered by recent alluvials and has been ignored by previous explorers despite having significant Marra Mamba hosted mineralisation in outcropping areas adjacent to the tenement and being **in the vicinity of BHP's world class Mt Whaleback and Jimblebar mines. E52/2591 is also within 25 kilometres to the QRN's proposed rail corridor** which aims to service a number of small to medium iron ore producers in the East Pilbara region.

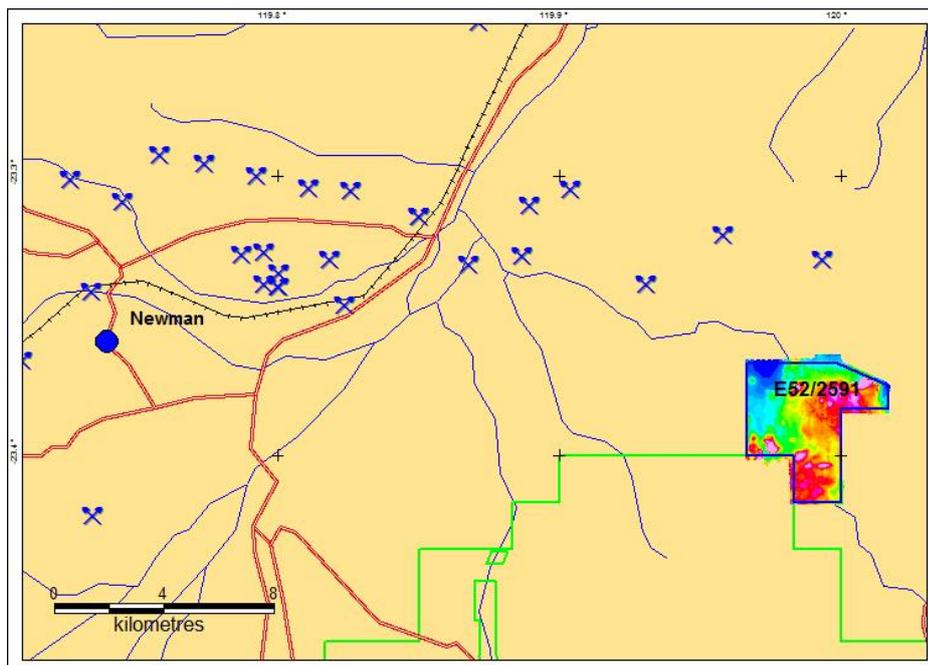


Figure 1, Newman project E52/2591 location showing nearby mines

The survey has defined several areas with anomalous magnetics, with characteristics consistent with buried Marra Mamba formation. The most promising of these is consistent with an extension of the formation across a northwest trending fault. **If this is the case it is hoped that this zone will contain similar high grade material as reported in historical drilling to the south east of the tenement (Figure 2). i.e. 76m @ 62% Fe.**

A 30 hole drill program is being designed to test the main target prior to the end of the year if government and traditional owner approvals are granted.

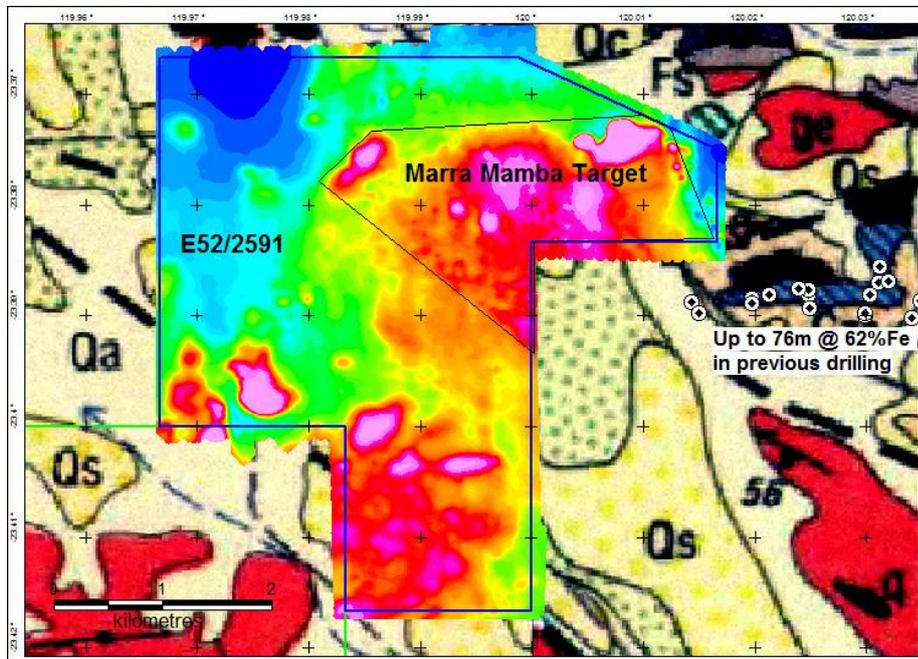


Figure 2, Newman project E52/2591 TMI image from recent ground magnetic program and nearby historical drilling into Marra Mamba formation

Competent Person Statement

Qualifying Statement: The information in this report that relates to exploration results and mineral resource calculations has been compiled by Mr David Jenkins a full time employee of Terra Search Pty Ltd, geological consultants employed by Dynasty Metals Australia Ltd. Mr Jenkins is a Member of the Australian Institute of Geoscientists and has sufficient experience in the style of mineralisation and type of deposit under consideration and the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results ("JORC Code"). Mr Jenkins consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Enquiries:
Lewis Tay
Managing Director
(08) 6316 4414