



5 February 2013

Ms Sandra Wutete
Adviser, Listings Compliance (Perth)
ASX Compliance Pty Limited
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

Via email: Sandra.Wutete@asx.com.au

Dear Ms Wutete,

RE: DYNASTY METALS AUSTRALIA LIMITED APPENDIX 3Y – DIRECTOR’S INTEREST NOTICE

We refer to your letter to the Company dated 1 February 2013 in relation to the lodgement of the Appendix 3Y on behalf of Mr Bo Xin Dong (Alternate Director for Mr Bin Wang). We note that in accordance with the ASX Listing Rules the Appendix 3Y was lodged 3 business days late in relation to the first acquisition of shares notified, and 1 business day late in relation to the second acquisition of shares.

The late lodgement of the Appendix 3Y to the ASX represents an isolated incident due to an oversight as outlined under point 1 below.

The Company takes this letter from the ASX very seriously and has reminded all Directors of their obligations to advise the Company of changes in interests on a timely basis.

In response to ASX's specific queries, please see below.

1. Please explain why the Appendix 3Y was lodged late.

In accordance with the requirements of the Company's policy on Dealing in Company Securities, each Director is required to notify the Company Secretary within 2 Business Days of any trade in Company Securities.

The Appendix 3Y was, on this occasion, lodged late due to an oversight by the Director in notifying the Company of the trade.

2. *What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?*

Both the Company Secretary and the Directors are of the opinion that the current procedures are adequate, and that the late lodgement of the Appendix 3Y in this instance was an oversight.

3. *If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?*

Whilst current procedures are considered sufficient, the Chairman has reminded all Directors (including the Alternate Director) of their obligations under the Company's governance policies, together with the requirements of the ASX Listing Rules.

Yours faithfully,



Louise Edwards
Company Secretary



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 8 Exchange Plaza
2 The Esplanade
PERTH WA 6000

GPO Box D187
PERTH WA 6840

Telephone 61 8 9224 0000
Facsimile 61 8 9221 2020
www.asx.com.au

1 February 2013

Ms Louise Edwards
Company Secretary
Dynasty Metals Australia Limited
Level 3
35 Havelock Street
WEST PERTH WA 6005

By email: Louise.edwards@dynastymetals.com.au

Dear Louise

Dynasty Metals Australia Limited (the "Company")

We refer to the following:

1. The Company's announcement lodged with ASX Ltd ("ASX") on 29 January 2013 regarding a change of director's interest notice for Mr Bo Xin Dong ("Appendix 3Y").
2. Listing rule 3.19A which requires an entity to tell ASX the following:
 - 3.19A.1 *The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times:*
 - *On the date that the entity is admitted to the official list.*
 - *On the date that a director is appointed.*

The entity must complete an Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
 - 3.19A.2 *A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete an Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.*

3.19A.3 *The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete an Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.*

3. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

4. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

As the Appendix 3Y indicates a change in Mr Dong's notifiable interest occurred between 16 January 2013 and 18 January 2013 the Appendix 3Y should have been lodged with the ASX between 23 January 2013 and 25 January 2013. As the Appendix 3Y was lodged on 29 January 2013 it appears that the Company may be in breach of listing rules 3.19A and/or 3.19B.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions.

1. Please explain why the Appendix 3Y was lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by e-mail to Sandra.Wutete@asx.com.au or by facsimile on facsimile number +61 8 9221 2020. It should not be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than **3:00 pm WST on Tuesday, 5 February 2013**.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a form suitable for release and must separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours sincerely,

[sent electronically without signature]

Sandra Wutete
Adviser, Listings Compliance (Perth)