



13 May 2011

Company Announcements Office

ASX Limited

Farm-out Agreement Signed for Non-core Base Metal Tenements

Dynasty is pleased to advise it has taken the next steps on its path to focus on its Pilbara iron ore tenements by agreeing a farm-out of its non-core base metal tenements (other than the Irwin River coal seam gas tenements) with China Coal Geology Engineering Corporation (“**CCGEC**”).

Under the agreement with CCGEC and its associates, Dynasty will transfer its non-core base metal tenements into a separate legal entity and CCGEC will invest \$2m for a 60% equity interest, with the option of increasing this interest by 20% by investing a further \$750,000 within a three year period.

The deal is subject to legal and regulatory approvals.

Yours faithfully
Richard Oh CA MAICD
Executive Chairman