

## QUARTERLY ACTIVITIES REPORT

DECEMBER 2013

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### SUMMARY

- > Review of Marandoo drilling confirms the potential of the sequence to host high grade iron mineralisation.
- > Grant of new tenements in the Eastern Goldfields region near Laverton, prospective for gold and nickel.
- > Several opportunities have been examined with some reaching a more advanced stage of due diligence. These opportunities are being evaluated for their economic potential in both the short term and the long term prospectively of the project areas.

### EXPLORATION ACTIVITIES

#### MARANDOO (E47/2396)

As reported in the September quarterly report, drilling in this quarter confirmed the presence of Marra Mamba formation below cover with a large strike extent. Review of the geological logging with respect to the extensive known regional mineralisation has confirmed the prospectivity of this part of the sequence to host high grade iron mineralisation. Dynasty Resources Limited (Dynasty) considers this tenement to have good potential and are examining the best ways to advance the project.

#### PRAIRIE WEST (E52/2640 AND E52/2461)

A reconnaissance field trip was completed during the quarter which identified extensive paleo-channels across the tenements. These channels drain the Hamersley Basin and are considered to be good candidates for buried channel iron deposits (CIDs). Ground geophysical methods, including gravity are planned to target bedrock drilling.

### PROJECT DEVELOPMENT

The Company has applied for several gold exploration tenements in key target areas which included the Pilbara, Telfer and Goldfields region. To date, two of these applications have been granted, E38/2842 and E38/2846. These cover an area of 26.8km<sup>2</sup> within the Eastern Goldfields Terrans. These tenements lie approximately 12 kilometres to the Southwest of Laverton in close proximity to both the Granny Smith and Sunrise mines that between them have produced approximately 10 million ounces of gold throughout their respective histories.

The tenements are in a similar geological setting to these nearby deposits with potential to host large-scale gold and/or copper mineralisation.

The two areas granted are the first stage of ground acquisition in this area, with two more tenement applications (E38/2843 and E38/2845) still pending.

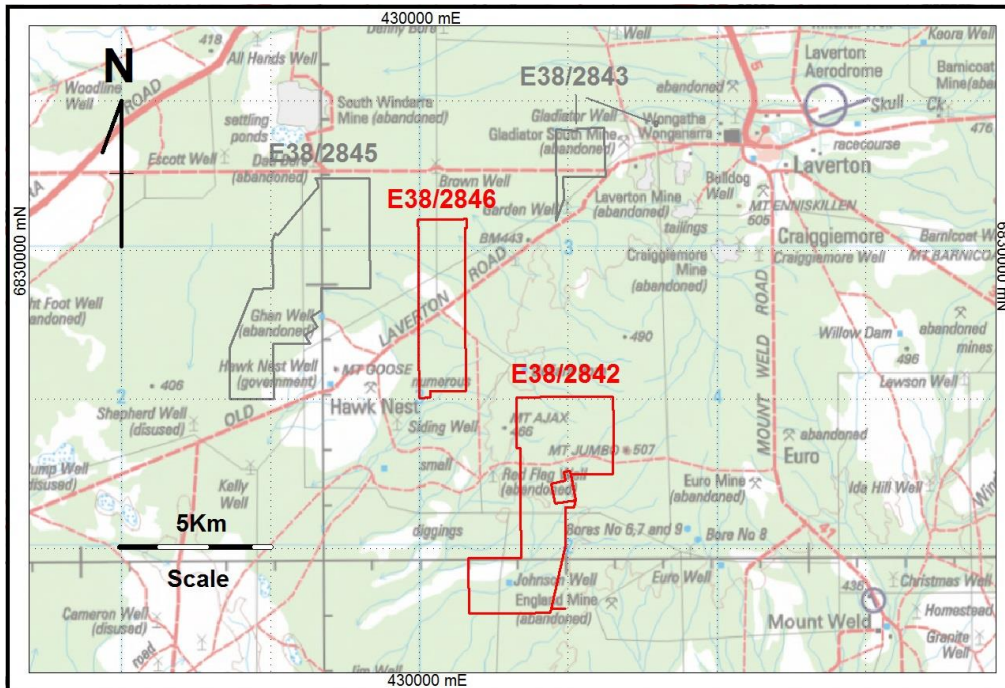


Figure 1: DMA Laverton tenements E38/2842, E38/2846 (granted) & E38/2843 and E38/2845 (pending)

Preliminary interpretation of mapped lithologies, regional magnetics and structures has identified a number of corridors to be targeted for exploration of these tenements. It appears that these areas are historically under-explored and thus potential remains for an aggressive exploration program that will soon be undertaken by Dynasty.

Previous work has been completed in the area. Historical drilling is widespread however the majority of drilling has been of shallow penetration. Work will commence shortly on the field evaluation of the tenements with reconnaissance mapping and sampling, followed by geophysics and, if warranted, drilling.

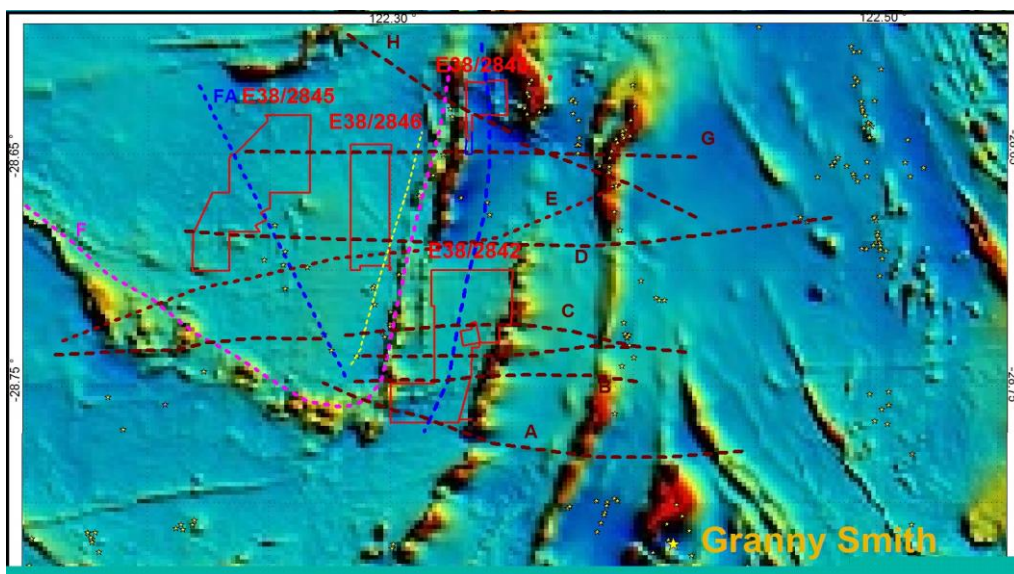


Figure 2, Laverton tenements with identified structures and regional magnetics.

## MINING TENEMENTS HELD AT END OF QUARTER

Project	Lease	Commodity	Holder (if not DMA)	Locality
Prairie Downs	E52/1927	Iron - Fe		WA
Prairie Downs	E52/2024	Iron - Fe		WA
Prairie Downs	E52/2025	Iron - Fe		WA
Prairie Downs	E52/2359	Iron - Fe		WA
Prairie Downs	E52/2464	Iron - Fe		WA
Prairie Downs	E47/2396	Iron - Fe		WA
Prairie Downs	E47/2404	Iron - Fe		WA
Prairie Downs	E52/2367	Iron - Fe		WA
Prairie Downs	E52/2458	Iron - Fe		WA
Prairie Downs	E52/2461	Iron - Fe		WA
Prairie Downs	E52/2591	Iron - Fe		WA
Prairie Downs	E52/2640	Iron - Fe		WA
Prairie Downs	E52/2641	Iron - Fe		WA
Laverton	E38/2842	Gold - Au		WA
Laverton	E38/2846	Gold - Au		WA
Irwin River	EP 484	Petroleum		WA
Irwin River	EP 485	Petroleum		WA
Atlas Iron JV <sup>(1)</sup>	E45/2728	Iron - Fe		WA
Hector Bore <sup>(2)</sup>	E09/1710	Uranium - U	Goldstone Resources Pty Ltd	WA
Hector Bore <sup>(2)</sup>	E09/1711	Uranium - U	Goldstone Resources Pty Ltd	WA
Hector Bore <sup>(2)</sup>	E09/1753	Uranium - U	Goldstone Resources Pty Ltd	WA
Stanley <sup>(2)</sup>	E69/2266	Uranium - U	Goldstone Resources Pty Ltd	WA
Hyden <sup>(2)</sup>	E77/2040	Gold – Au	Goldstone Resources Pty Ltd	WA

<sup>(1)</sup> The Company has entered into an agreement with Atlas Iron in relation to the iron ore rights, and the company will receive a 2% royalty from production

<sup>(2)</sup> The Company holds a 20% interest in Goldstone Resources Pty Ltd

## CHANGES IN INTERESTS IN TENEMENTS DURING QUARTER

Nil.

## CORPORATE ACTIVITIES

On a corporate level the Dynasty Board have been reviewing all projects to maximise long term shareholder value, however reducing expenditure commitments in the short term. Several joint venture opportunities are being reviewed and the Board is considering all offers. An opportunity to divest the Newman E52/2591 tenement arose and Dynasty completed the sale of this to BHP during the quarter. It is envisaged that various non-core tenements will likely be relinquished to reduce commitments over the coming period.

In addition to the applications described above, there have been several projects offered to Dynasty for JV or purchase. These are considered on their technical merits and their potential to significantly enhance Dynasty's portfolio of projects. One of these projects is currently undergoing preliminary due diligence. Dynasty's Board will continue to seek quality mineral opportunities only which will complement existing assets and deliver long-term growth to shareholders.

### **COMPETENT PERSONS 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 Resources Limited. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. 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 2012 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.*

### **CORPORATE PROFILE**

Dynasty Resources Limited  
ABN 80 110 385 709

#### **Directors Details**

Thomas Pickett	Independent Chairman
Lewis Tay	Managing Director
Bin Wang	Non-executive Director

#### **Company Secretary**

Louise Edwards

#### **Registered Office and Principal Place of Business**

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#### **Share Details**

At 31 December 2013, there were 118,518,669 ordinary shares on issue and 8,000,000 unlisted options.