

QUARTERLY ACTIVITIES REPORT

MARCH 2016

CORPORATE ACTIVITY

During the quarter the Company:

- undertook a Placement in two tranches, raising \$1.225 million, which will be used to further strengthen the Company's financial position and enable it to be in a position to allocate funds to opportunities as they arise; and
- contributed \$1 million to Shanghai Chen Mao Finance Lease Co Ltd (SCML) (refer to Announcement dated 18 September 2015) to support SCML in the development of its financial leasing business. DMA's strategic objective for SCML is that it will be cashflow positive and will in the medium term provide financial support for DMA's exploration activities.

EXPLORATION ACTIVITIES

Tenements are being maintained with a low level of exploration activity whilst the Company focuses on reviewing opportunities to fund future exploration or realise value for the Company's assets.

The Company continues to review its tenement portfolio in light of the current commodity cycle.

MINING TENEMENTS HELD AT END OF QUARTER

| Project | Lease | Commodity | Holder (if not DMA) | Locality |
|------------------------------|----------|-------------|-----------------------------|----------|
| Prairie Downs | E52/1927 | Iron - Fe | | WA |
| Prairie Downs ⁽³⁾ | E52/2024 | Iron - Fe | | WA |
| Prairie Downs ⁽³⁾ | E52/2464 | Iron - Fe | | WA |
| Tropicana North | E38/2838 | Gold - Au | | WA |
| Atlas Iron JV ⁽¹⁾ | E45/2728 | Iron - Fe | | WA |
| Stanley ⁽²⁾ | E69/2266 | Uranium - U | Goldstone Resources Pty Ltd | WA |
| Hyden ⁽²⁾ | E77/2040 | Gold – Au | Goldstone Resources Pty Ltd | WA |

⁽¹⁾ The Company has entered into an agreement with Atlas Iron in relation to the iron ore rights, with an entitlement to receive a 2% royalty from production

⁽²⁾ The Company holds a 20% interest in Goldstone Resources Pty Ltd

⁽³⁾ The Company has entered into a free carriage option agreement

CHANGES IN INTERESTS IN TENEMENTS DURING QUARTER

There have been no changes to interests in tenements during the quarter.

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

| | |
|---------------|--------------------------------|
| Lewis Tay | Chairman and Managing Director |
| Bin Wang | Independent Director |
| Qingzhou Yuan | Non-executive Director |

Company Secretary

Louise Edwards

Registered Office and Principal Place of Business

83 Brisbane Street
Perth WA 6000

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Share Details

At 31 March 2016 there were 435,296,673 ordinary shares on issue.