



Annual General Meeting
22 November 2012

Disclaimer



Important Notice

The purpose of this presentation is to provide general information about Dynasty Metals Australia Limited (“Dynasty Metals”). It is not recommended that any person makes any investment decision in relation to Dynasty based on this presentation.

Certain statements contained in this presentation, including information as to the future financial or operating performance of Dynasty Metals and its projects, are forward-looking statements. Such forward-looking statements:

- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Dynasty Metals, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies;
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements; and
- may include, among other things, statements regarding targets, estimates and assumptions in respect of metal production and prices, operating costs and results, capital expenditures, mineral reserves and mineral resources and anticipated grades and recovery rates, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions.

Forward-looking statements should therefore be construed in light of such risk factors and undue reliance should not be placed on forward-looking statements. These forward-looking statements speak only as at the date of this presentation.

Competent Persons Statement

This presentation includes information on Mineral Resources. Mineral Resources are compiled by Mr David Jenkins from information supplied to and obtained by Dynasty Metals. Mr David Jenkins is a full time employee of Terra Search Pty Ltd, geological consultants employed by Dynasty Metals. 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 his information in the form and context in which it appears.

1. Chairman's Overview – Thomas Pickett
2. Managing Director's Address – Lewis Tay
3. Formal Business

Chairman's Overview

Thomas Pickett

Corporate

- Board –
 - Reduced Board size following 2011 AGM to current three directors
 - Appointment of an Independent Chairman, change to the Company Secretary
 - Reduction in overall directors fees - \$528k in FY11, current fees \$240k p.a.
- Expense reduction –
 - Administration costs (including directors fees) reduced from \$920k in FY11 to \$447k in FY12
 - All litigation resolved
 - Non-prospective tenements relinquished, reducing minimum expenditure obligations

Exploration

- Drilling program
 - Prairie Downs – 3,000m drilled across large zones of recent alluvial cover, targeting magnetic anomalies
 - Newman - due to commence in December 2012
- New Tenements
 - Newman – additional tenement granted and ground magnetic survey completed
 - Prairie West – analysis of historical drilling data, further reconnaissance work to commence during 2013
 - Marandoo – review of available geophysical data could correlate to Marra Mamba formation. Tenement expected to be granted in near term and ground magnetics to then be commenced
 - Roy Hill region - won in ballot, subject to Native Title negotiation

Other Developments

- Appointment of North-Eastern University, China (NEU) for continued beneficiation research and development
- Ongoing discussions with QR National regarding access to their proposed rail network
- Goldstone Resources - JV with China Coal Geological Engineering Corporation (CCGEC). CCGEC contributed \$2 million for exploration activities. DMA retains 40% interest in JV
- Tiaro Coal JV (ASX:TCM) – swap of Dynasty's 8.5% interest in JV entity for 3 million TCM shares

Managing Director's Address

Lewis Tay

The Board and Management

- Mr. Thomas Pickett – Independent Chairman
- Mr. Lewis Tay – Managing Director
- Mr. Bin Wang – Non-Executive Director
- Ms. Louise Edwards – Company Secretary

Capital Structure

- Ordinary shares on issue: 105,383,509
- Market Capitalisation: ~\$9.0m
- Cash on Hand: ~\$1.52m (as at 31st Oct 2012)
- Top 20 shareholder holding: 57.90%

Company Objectives

- Finetune the beneficiation process for Dynasty's flagship Spearhole Project
- Continue on-going exploration for direct shipping ore from identified target areas
- Negotiate with the infrastructure owners to provide a transport solution
- Undertake pre-feasibility and feasibility studies
- Becoming a Pilbara iron ore producer

Key Projects – Iron Ore

- Dynasty Metals owns 100% of its prospective iron ore tenements in the Pilbara:
 - Granted = 2,670 km²
 - Application Pending = 133 km²
- Only ~10% of these areas have been intensively explored
- The flagship Spearhole Iron Project will produce 120-170 million tonnes of iron ore concentrates according to the current beneficiation study
- Northeastern University (China) commissioned to further improve the Fe grade and production yield
- Drilling is underway to target direct shipping ores (DSO)
- A Scoping Study by MPS confirms Spearhole Project is economically viable, producing 5 million tonnes per year over 25 years of mine life
- Favourable infrastructure development in Pilbara as announced by QR National (QRN) and Atlas Iron (AGO) – for construction of a 4th rail line from Port Hedland to East Pilbara

Base Metal Joint Venture

Goldstone Resources Pty Ltd - a joint venture with China Coal Geology Engineering Corporation (CCGEC)

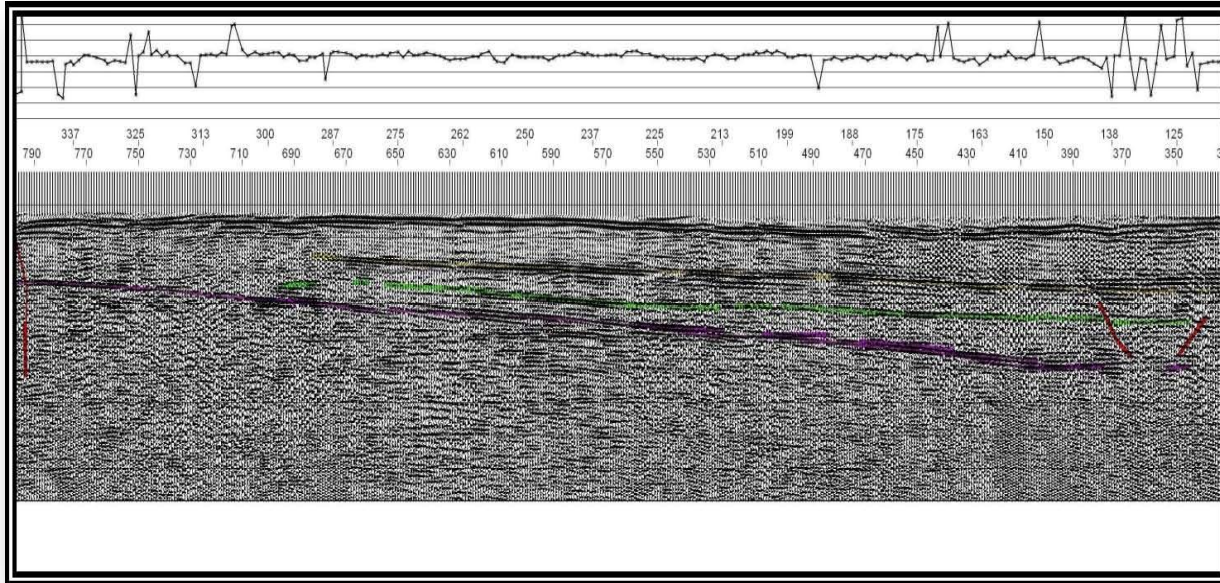
- Key projects in WA:
 - Stanley Nabberu Project – base metals, gold and uranium;
 - Hyden Gold Project – gold and nickel
 - Hector Bore and Mt Philips Project – uranium
- Total exploration areas = 2,982 km²
 - Granted = 2,877 km²
 - Application Pending = 105 km²
- Dynasty currently holds a 40% interest in Goldstone Resources
- CCGEC contributed \$2 million in March 2012 to fund the exploration activities of these greenfield projects
- A major air borne survey has been completed which has identified the drilling targets

Coal Seam Gas Exploration

(Application Pending)

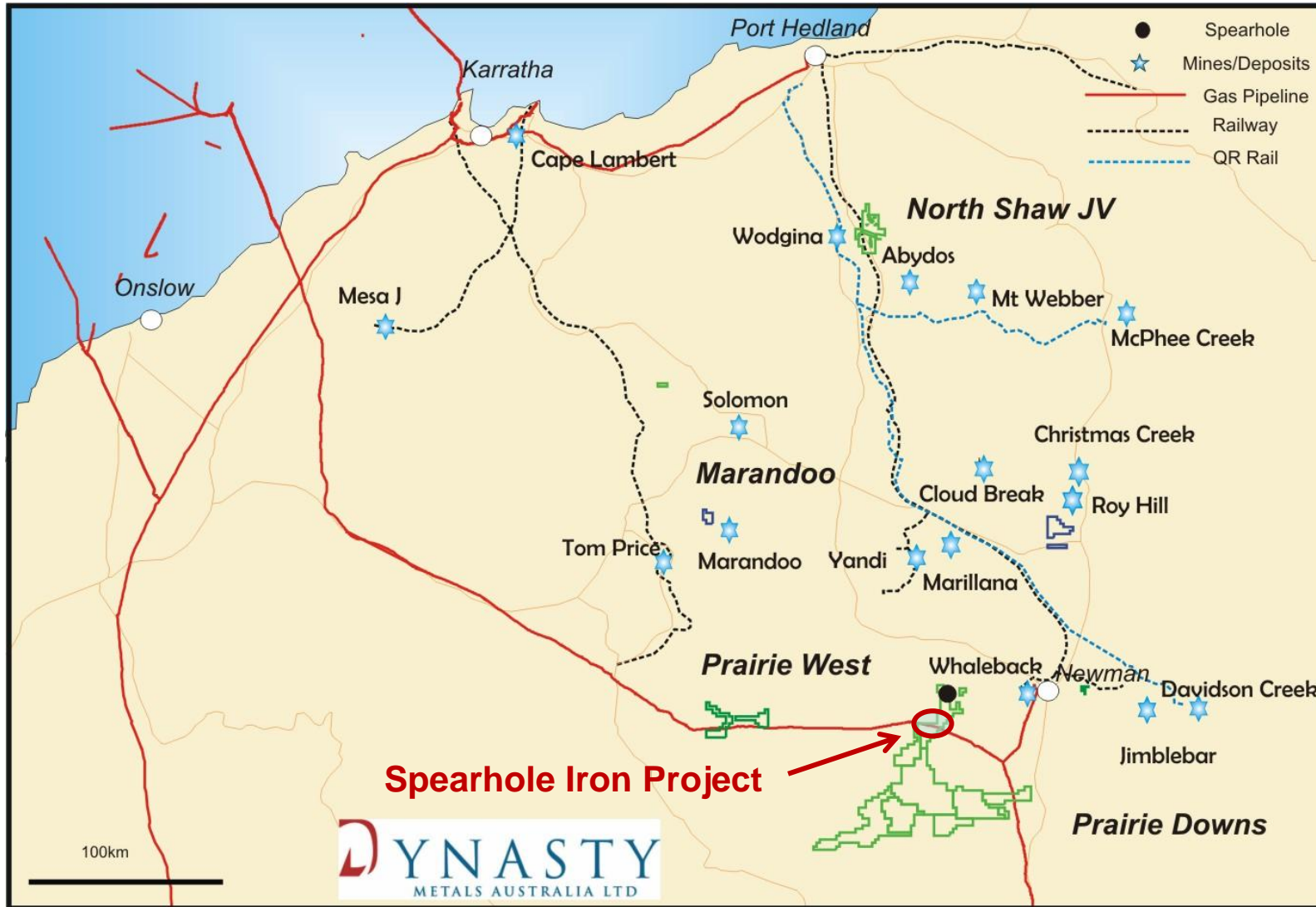
Irwin River - coal seam gas, area 1,327km²

- Two petroleum exploration licence applications covering the northern Perth basin, east of Dongara and Geraldton
- Dynasty has recorded approximately 100km of 2D seismic over its Irwin River area. The results from this work interpreted by Dynasty's geophysical consultants, have delineated areas which the company believes could contain coal seams at depth and warrant further exploration

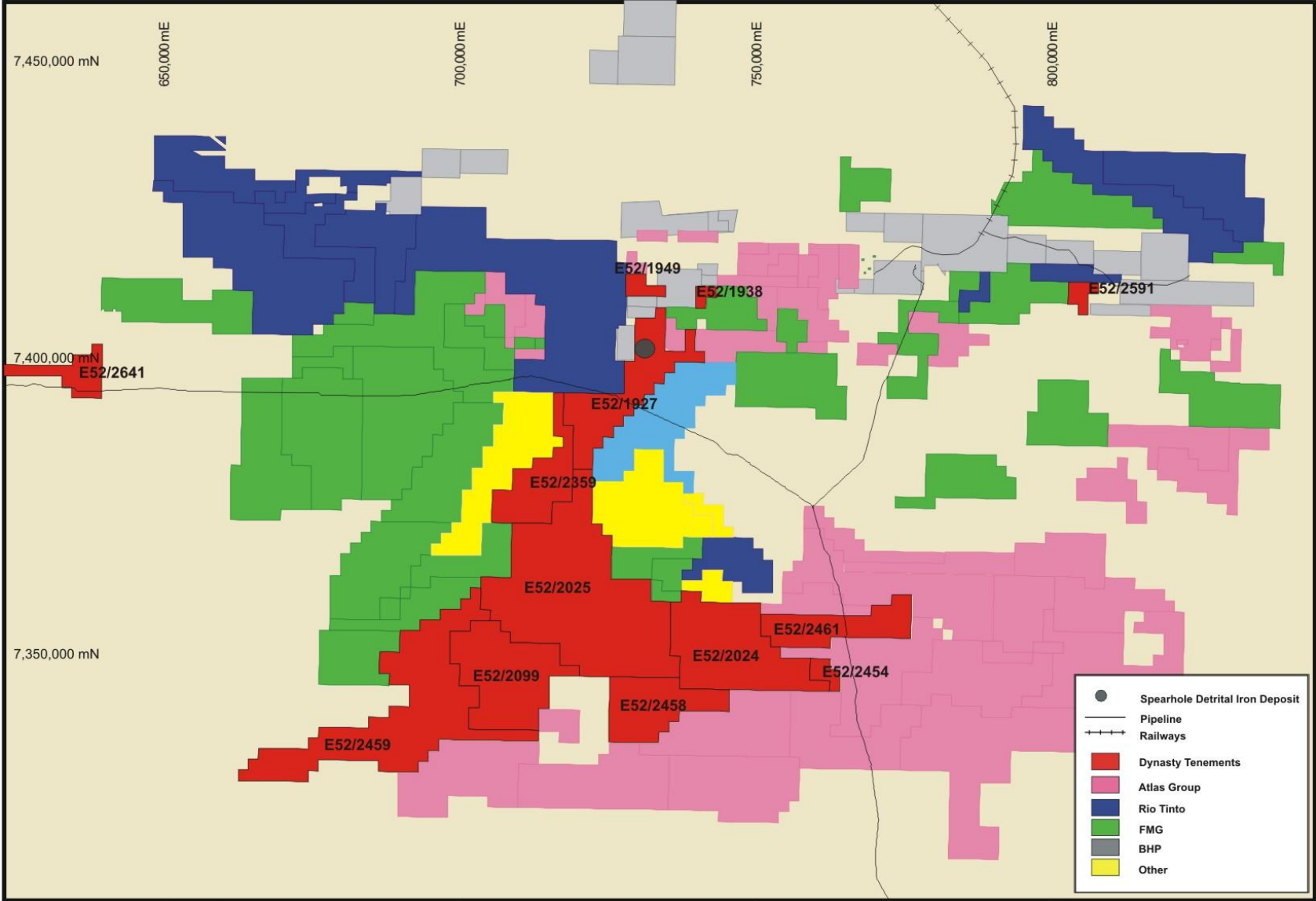


- Exploration targeting coal seam methane has not been undertaken in the area although oil and gas explorers have reported gas flows when drilling the Irwin River Coal Measures
- The tenements are well located for development with respect to existing gas reticulation infrastructure, resource projects and regional ports and railways

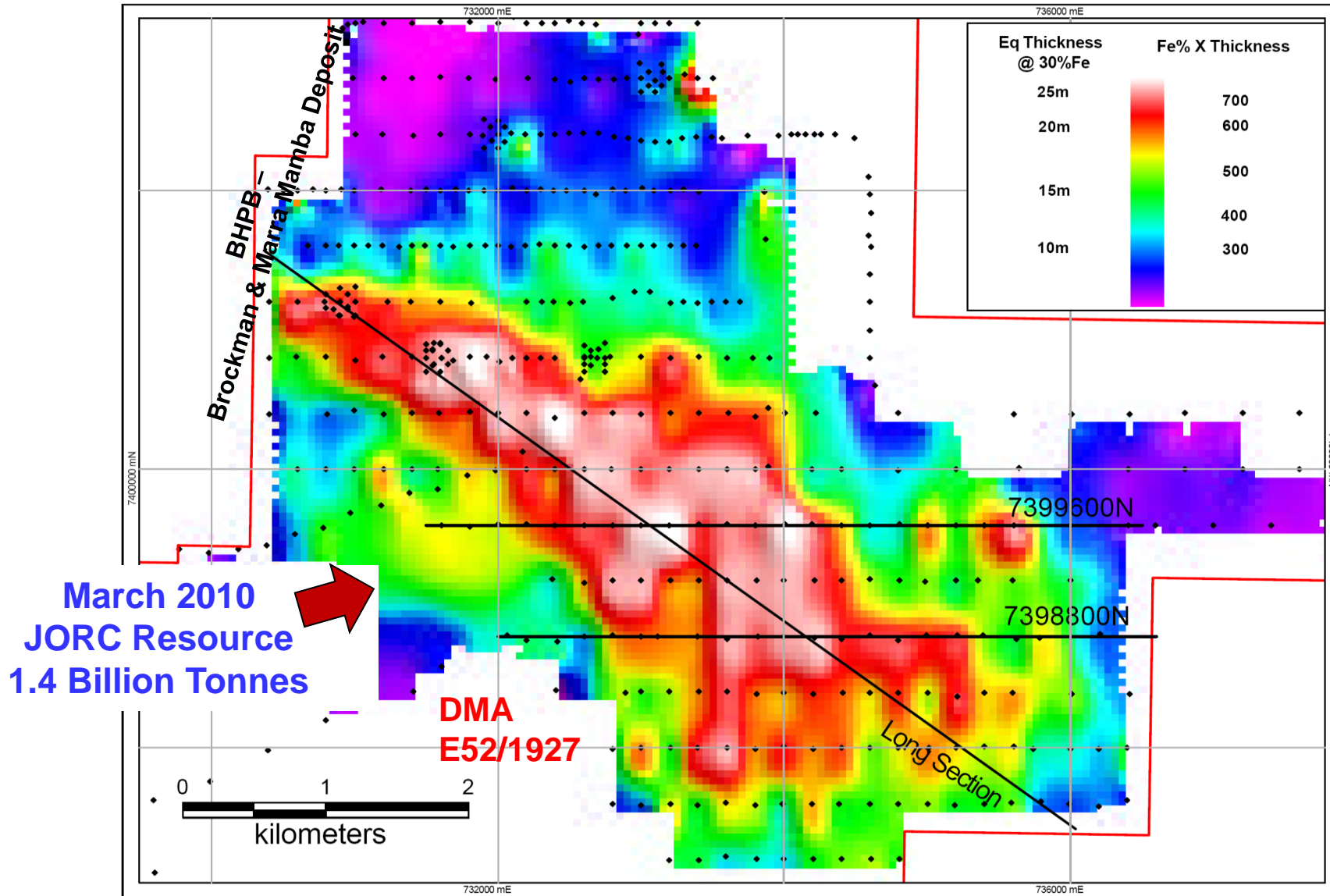
Dynasty's Iron Ore Projects



Dynasty's Iron Ore Tenements - Strategic Location



Spearhole Iron Project – Drilling

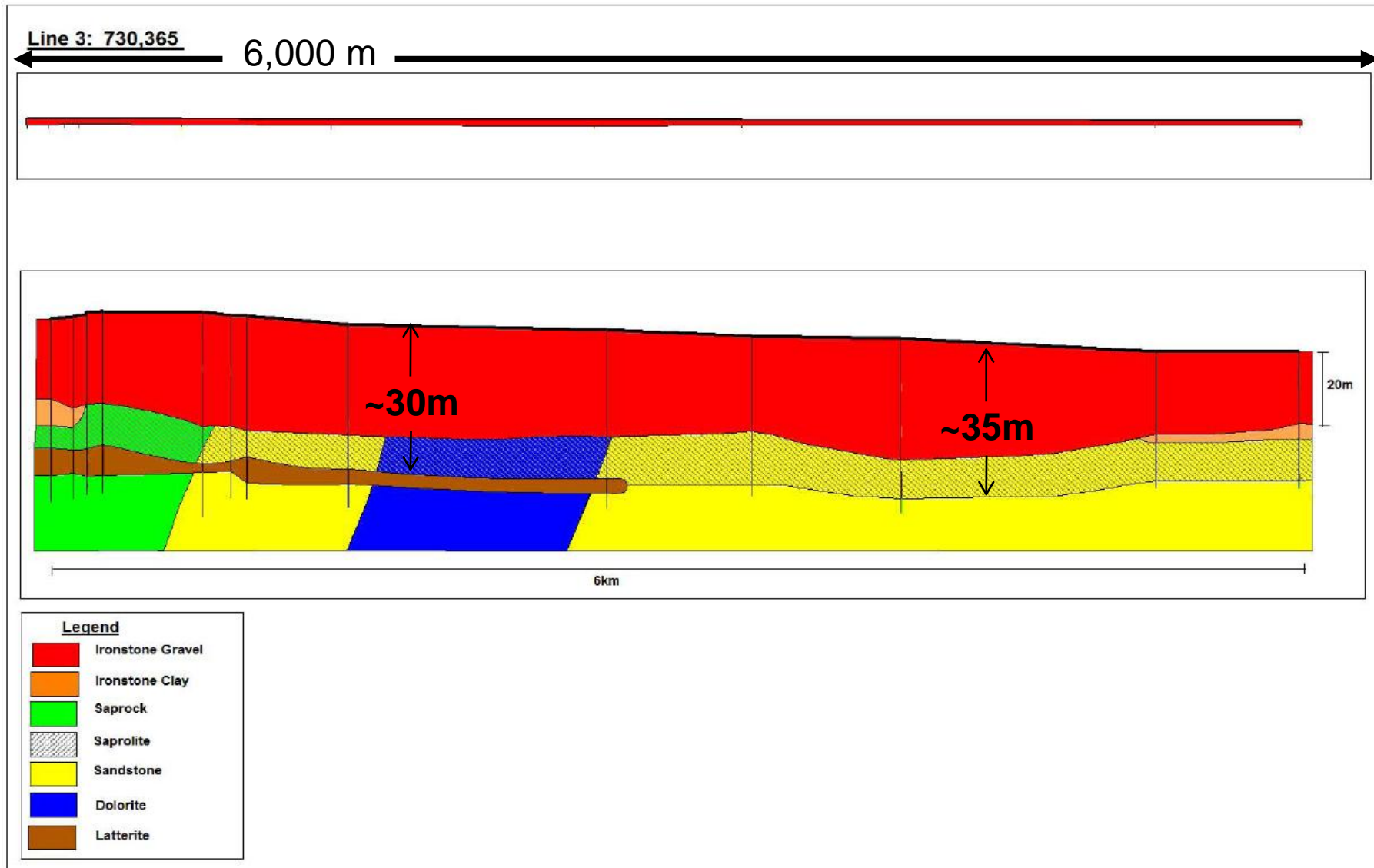


Spearhole Iron Project - Low Cost Operation

- Overburden almost nil
- Low mining cost
- Free digging, “drilling, blast, pre-crush & grind” will not be required
- Simple physical beneficiation, trommel and screen to upgrade the ore
- Modular operations allowing expansion from 1Mtpa to 15Mtpa



Spearhole Iron Project – Long Section



Spearhole Iron Project – JORC Compliant Inferred Resources



Tonnes (Mt)	Fe %	CaFe %	SiO ₂ %	Al ₂ O ₃ %	P ₂ O ₅ %	LOI %	Fe Cut-Of Grade
932	27.4	29.6	34.6	14.7	0.036	7.8	>20%
1,400	23.5	25.5	38.6	15.5	0.034	8.1	Global Resource

JORC Compliant Inferred Resource estimated by Terra Search –
released 18 March 2010 and 27 October 2010

Spearhole Iron Project – Beneficiation Testwork

Preliminary result shows about 150Mt (target > 200Mt) of iron concentrates may be produced from Spearhole Project.

Current Study

- 50% of the bulk materials are less than 1.18mm which can be simply removed by screening
- The remaining courser materials have a head grade of 37-39% Fe
- *Test-work* has been focused on the 20% Fe cut-off grade, which contains inferred JORC of 930Mt @ 27% Fe resources, the test showed a minimum production of 120Mt – 170Mt iron concentrates with the grade in the range of Fe 56-58%, SiO₂ 6-7.5%, Al₂O₃ 5.5 - 6.5%, P₂O₅ 0.03%

Further Study

Aim to produce more than **200Mt @ 60%+ Fe with low impurities.**



A2 – PDSN013



A3 – PDSN011



Spearhole Iron Project – Scoping Study



- Positive scoping study completed based on the current beneficiation results and inferred JORC resources
- Study based on a plant producing 5.25Mtpa of concentrates
- Mine gate production cost estimated at less than A\$40 per tonne
- A 25 year mine life based on the current inferred resources
- Potential for enhanced economics with expansion to >10Mtpa



Regional Infrastructure Development

- QR National (ASX:QRN) is examining the development of an independent railway from Port Hedland to Davidson Creek (refer map) to service a range of iron ore producers. Initial design is to transport **50mtpa with capability for expansion over 100mtpa**
- QRN is Australia's largest rail freight operator with more than 145 years tracking history, operates large dedicated and purpose-built, heavy haul rail infrastructure and tract.
- QR National transports coal, iron ore, bulk mineral commodities, agricultural products, mining and industrial inputs, general and containerised freight
- The proposed multi-user rail is **within 75km of Dynasty's Spearhole project**
- As per Dynasty's announcement on 20 Nov 2012, Dynasty is in discussions with QRN as a potential customer of the proposed rail project
- The multi-user rail project is expected to receive strong government support

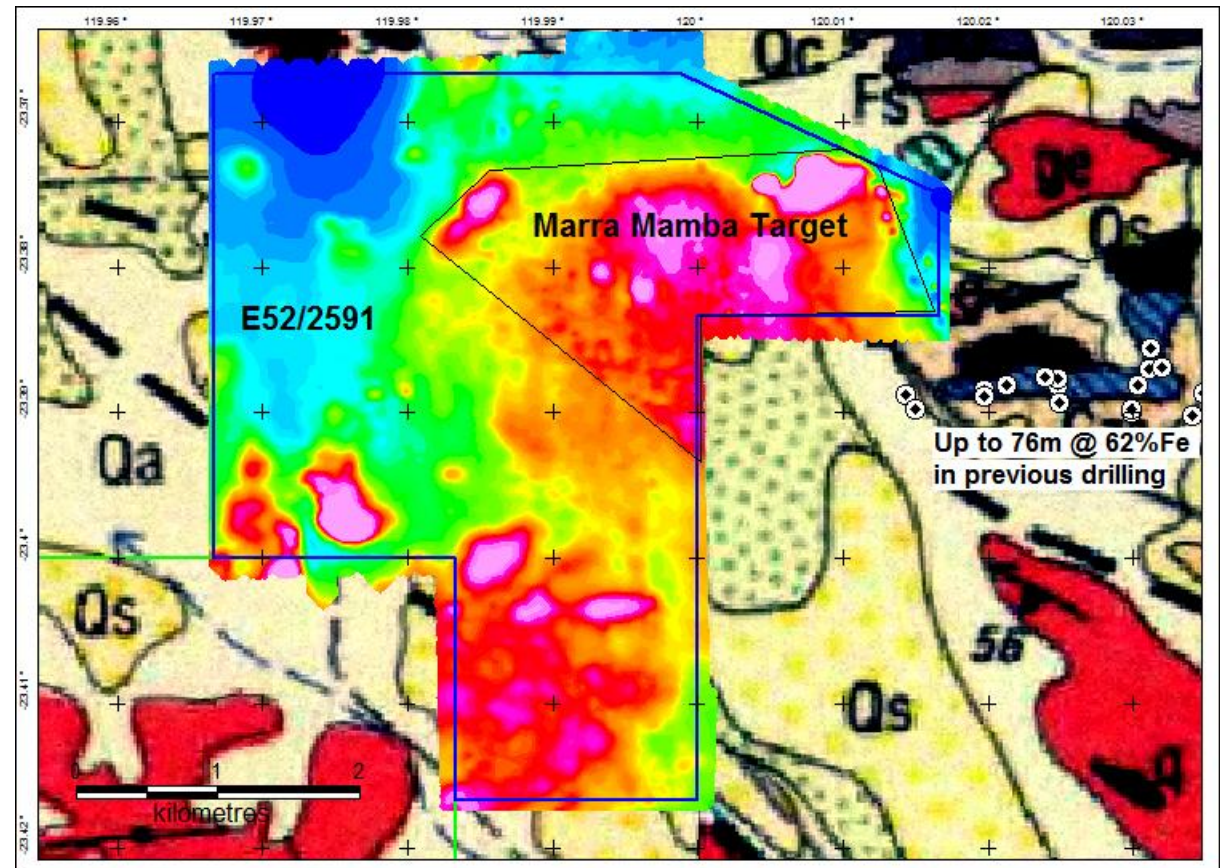


2012 / 2013 EXPLORATION TARGETS



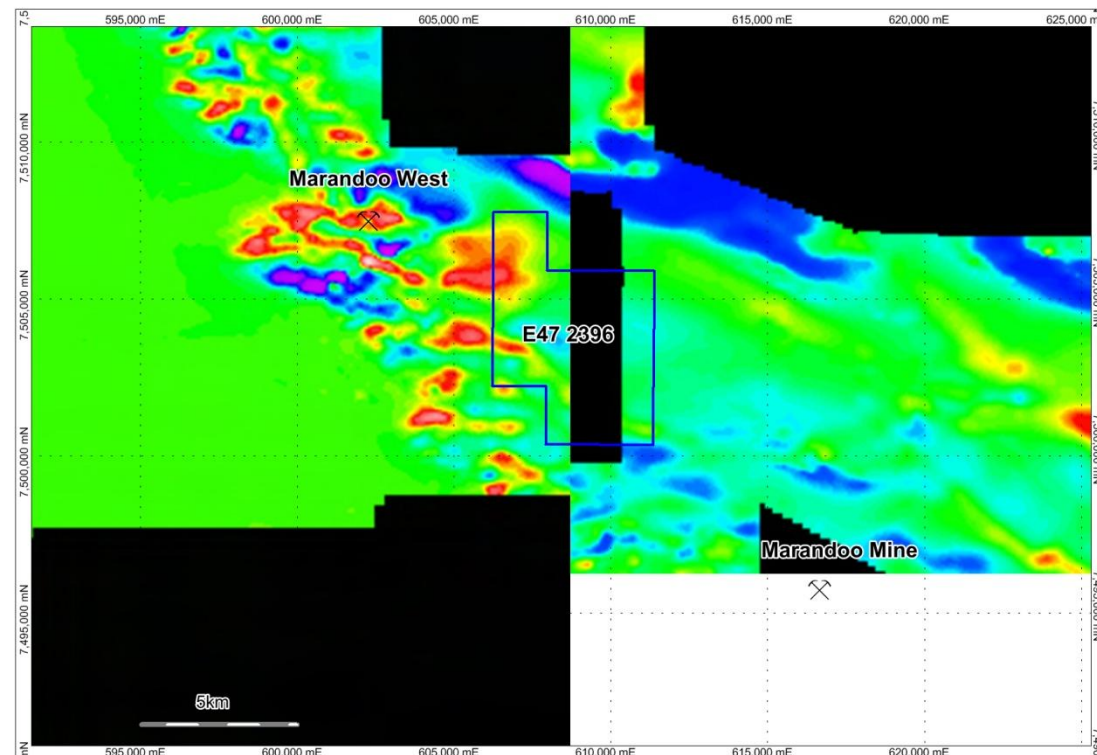
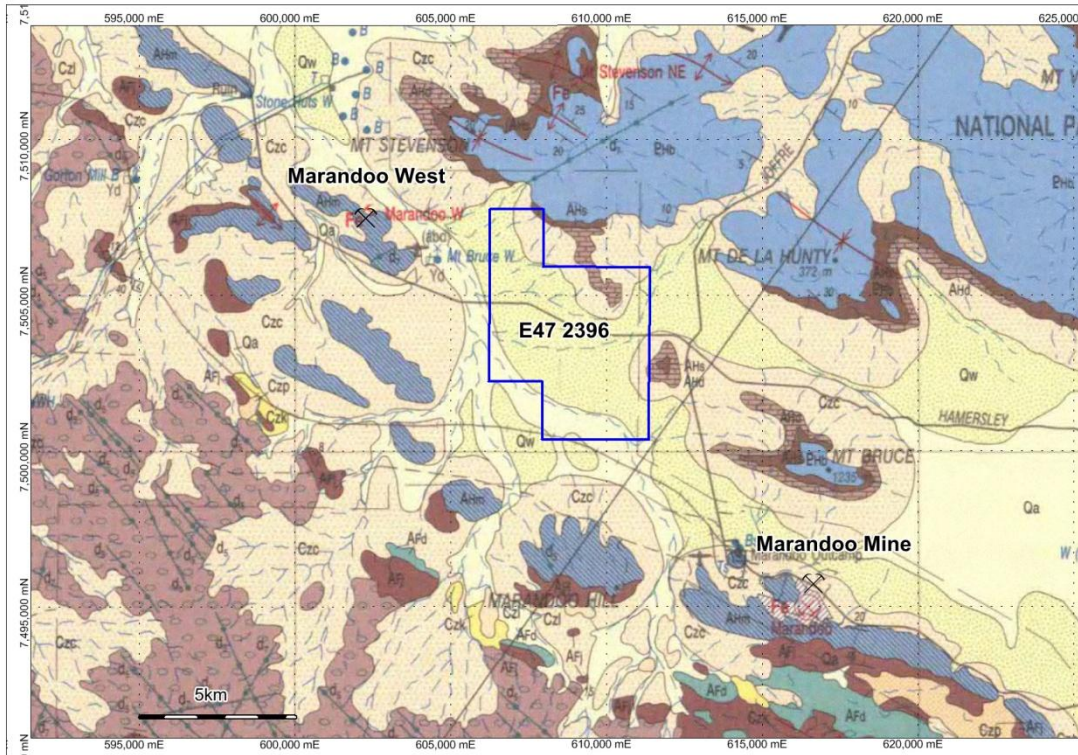
E52/2591 – Newman Area (20.5km²)

- Strategically located near BHP's Mt Newman mining operations
- Historical drilling directly east of the tenement has extensive high grade intercepts including **76m @ 62% Fe**
- Neighbours major iron ore mining projects owned by BHP, Rio Tinto and Fortescue Metals Group
- Ground magnetic survey completed identifying strong target for buried Marra Mamba formation
- Exploration / stratigraphic drilling programs planned for December 2012



E47/2396 - Marandoo

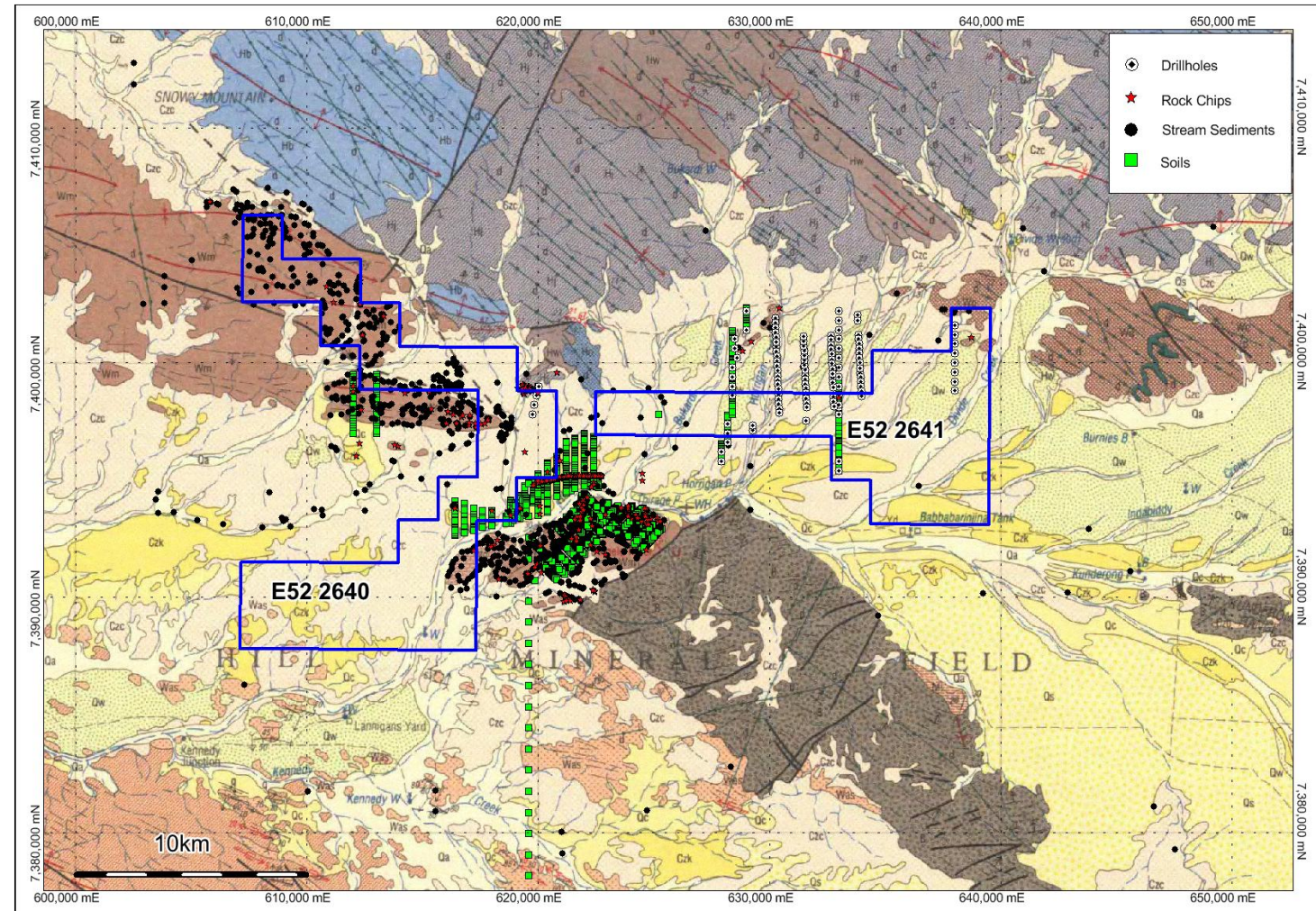
(Tom Price Area, 24.3km², subject to Native Title negotiation)



- Located 8km NW of Rio Tinto's Marandoo mine
- 30km ENE of Tom Price (both deposits occur in the Marra Mamba formation)
- Potential to host Bedded Iron Deposit and Channel Iron Deposits
- Regional Magnetics show anomalies consistent with Marra Mamba Formation under cover

E52/2640, E52/2641 – Prairie West (154km²)

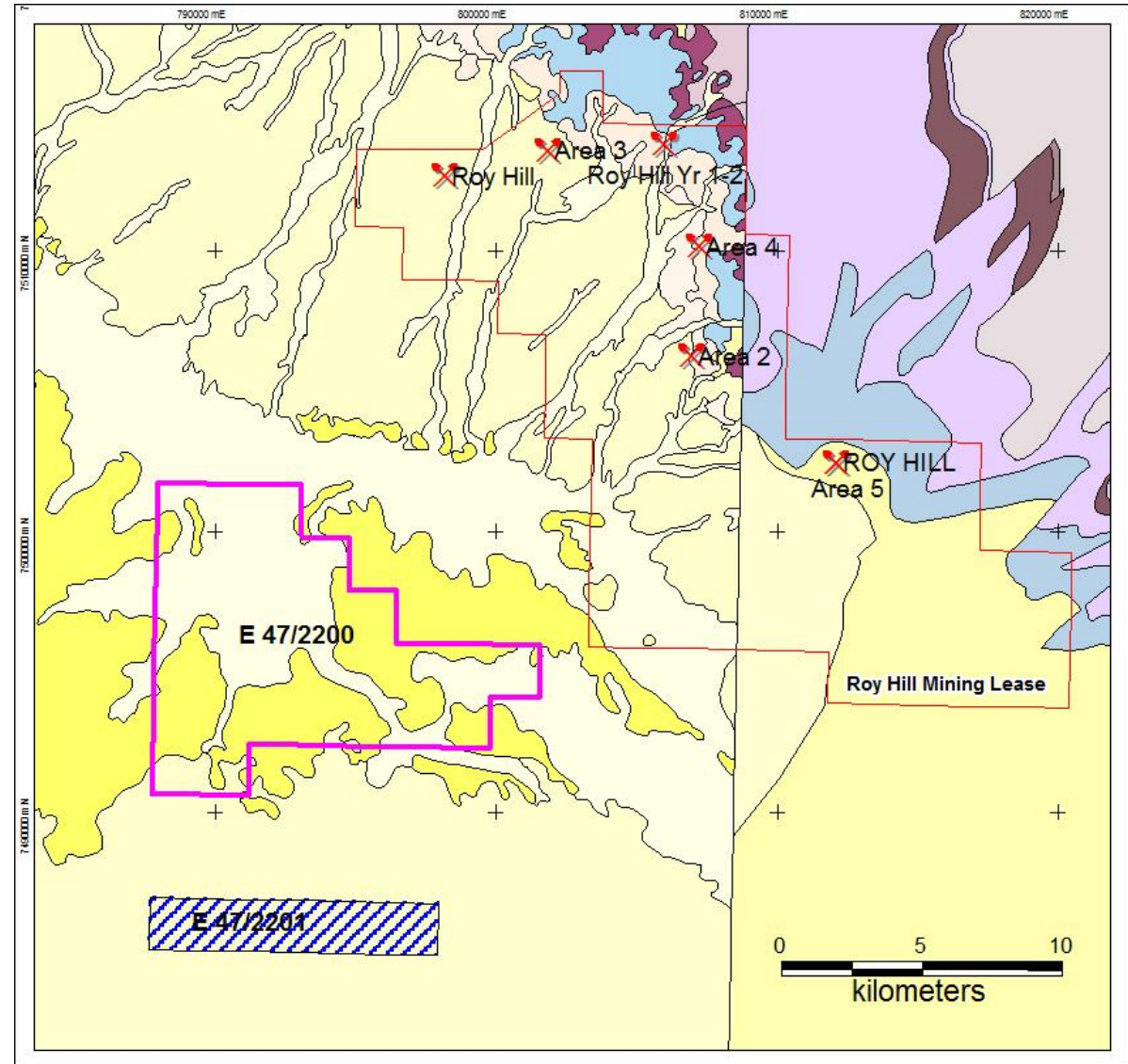
- Tenements recently granted
- Historical review shows no significant previous iron ore exploration
- Potential for Channel Iron and Detrital Iron mineralisation in extensive paleo-channels
- Ground geophysics to be followed up by drilling to identify potential CID channels



E47/2200 – Roy Hill Area

(Application pending, 92km²)

- Multiple applications over this highly prospective area, including Giralia (Atlas) and FMG.
- Dynasty won the ballot to proceed to grant
- 15km from Roy Hill Project and 50km from Brockman's Marillana Project
- Tenement is covered by recent alluvials
- Potential for Channel Iron and Detrital Iron mineralisation



Dynasty's Iron Ore Project Summary



- Spearhole Project has over 1 billion tonnes of JORC inferred iron ore resource, and work is continuing on the development of this project as well as exploration of the surrounding area.
- Dynasty has secured some highly prospective ground to delineate DSO resources within the region
 - Newman Project (granted)
 - Marandoo Project (granted, subject to Native Title negotiation)
 - Prairie West Project (granted)
 - Roy Hill Region Project (won in ballot, to be granted)
- North Shaw JV with Atlas Iron (entered into in April 2006) moving towards development. Dynasty entitled to a 2% gross royalty of the iron ore produced.



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