



**AUSTRALIAN MINING
& EXPLORATION
TITLE SERVICES**

ABN: 12 060 743 226

20 October 2009

Mr Tim Hutchkins
Exploration Research Officer
Information Centre
Northern Territory Geological Survey
Dept of Regional Development, Primary Industry,
Fisheries and Resources
3rd Floor, Centrepont Building
Smith Street
DARWIN NT 0800

Dear Tim

RE: EXPLORATION LICENCES 25624, 25626, 25627 & 25628 – DYNASTY METALS AUSTRALIA

The proposed work programs for the 2nd year of tenure for the above exploration licences was not completed due to negotiations with a joint venture partner, and it was deemed unwise by the title holder to carry out exploration during the negotiations.

It is proposed that the work program that was envisaged now be implemented for the third year of the licences.

The programs are as follows:

EL's 25624, 25626 & 25627

Scheduled work	Estimated budget
Review of available geology and geochemistry. Detailed review of historic work.	\$5,000
Acquisition of ASTER data, processing and analysis	\$2,500
Field reconnaissance including hand held Spectrometer and geological traversing of the most prospective areas for then identification of the highest priority targets	\$12,500
Surface geochemical surveys where appropriate	\$20,000
RAB/Reverse Circulation drilling of best areas, downhole probe and geochemical analysis	\$80,000
Total	\$120,000

EL 25628

Scheduled work	Estimated budget
Review of available geology and geochemistry. Detailed review of historic work.	\$2,000
Acquisition of ASTER data, processing and analysis	\$2,500
Field reconnaissance including hand held Spectrometer and geological traversing of the most prospective areas for the identification of the highest priority targets	\$6,000
Surface geochemical surveys where appropriate	\$10,000
RAB/Reverse Circulation drilling of best areas, downhole probe and geochemical analysis	\$20,000
Total	\$40,000

Terra Search Pty Ltd have been contracted to undertake the exploration program.

Applications for the variations of covenants for year two will be made to the Director of Titles.

Yours sincerely



Cristel Woelfel
Snr Tenement Consultant