Partial Relinquishment Report EL25626
Peaked Hill
For the Period 18/07/2007 - 17/07/2009

Lyndon Hardy
Terra Search Pty Ltd for
Dynasty Metals
Perth, August 2009

Executive Summary

This report summarises work completed on the relinquished portions of the tenement EL25626 during the Period of 18 July 2007 to 17 July 2009. During this time work has included a review of historical work, searching for publicly available geophysical data, and evaluation for Uranium potential. The relinquished portions of the tenements represent areas which are interpreted as least prospective for Uranium.

Contents

Figures

1. Introduction

Terra Search has been commissioned by Dynasty Metals Australia to manage the exploration work in their Peaked Hill project. The Peaked Hill project on EL52626 covers an area of approximately 1159.2km^2. Figure 1

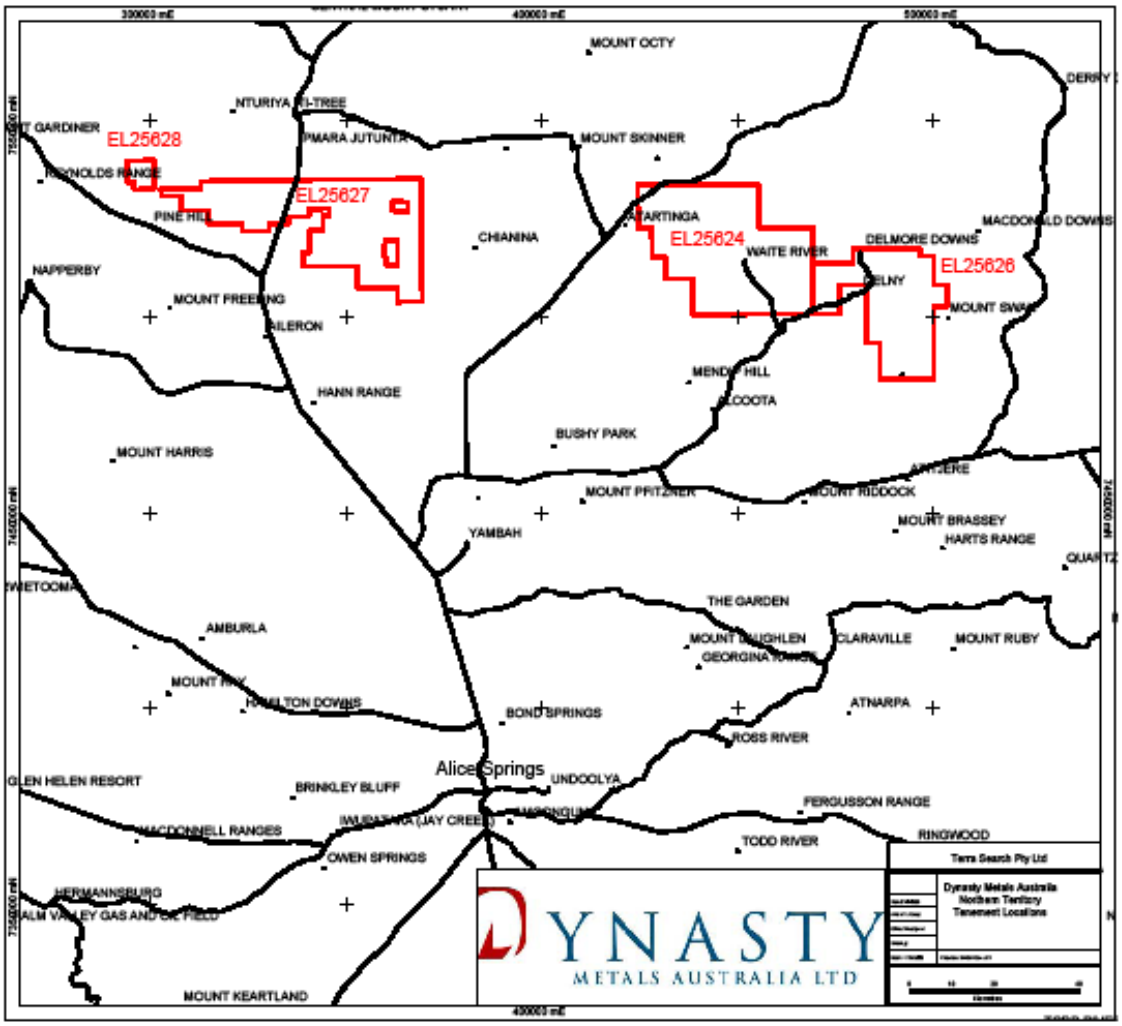

Figure 1 Dynasty Tenement Locations

2. Location and Access

The Peaked Hill project, tenement EL25626, is located approximately 160km Northeast of Alice Springs. Access is via the Stuart Highway to the Plenty Highway, to the Delmore Downs road. The Peaked Hill project tenement is on the Delmore Downs Station. Figure 2, next page.

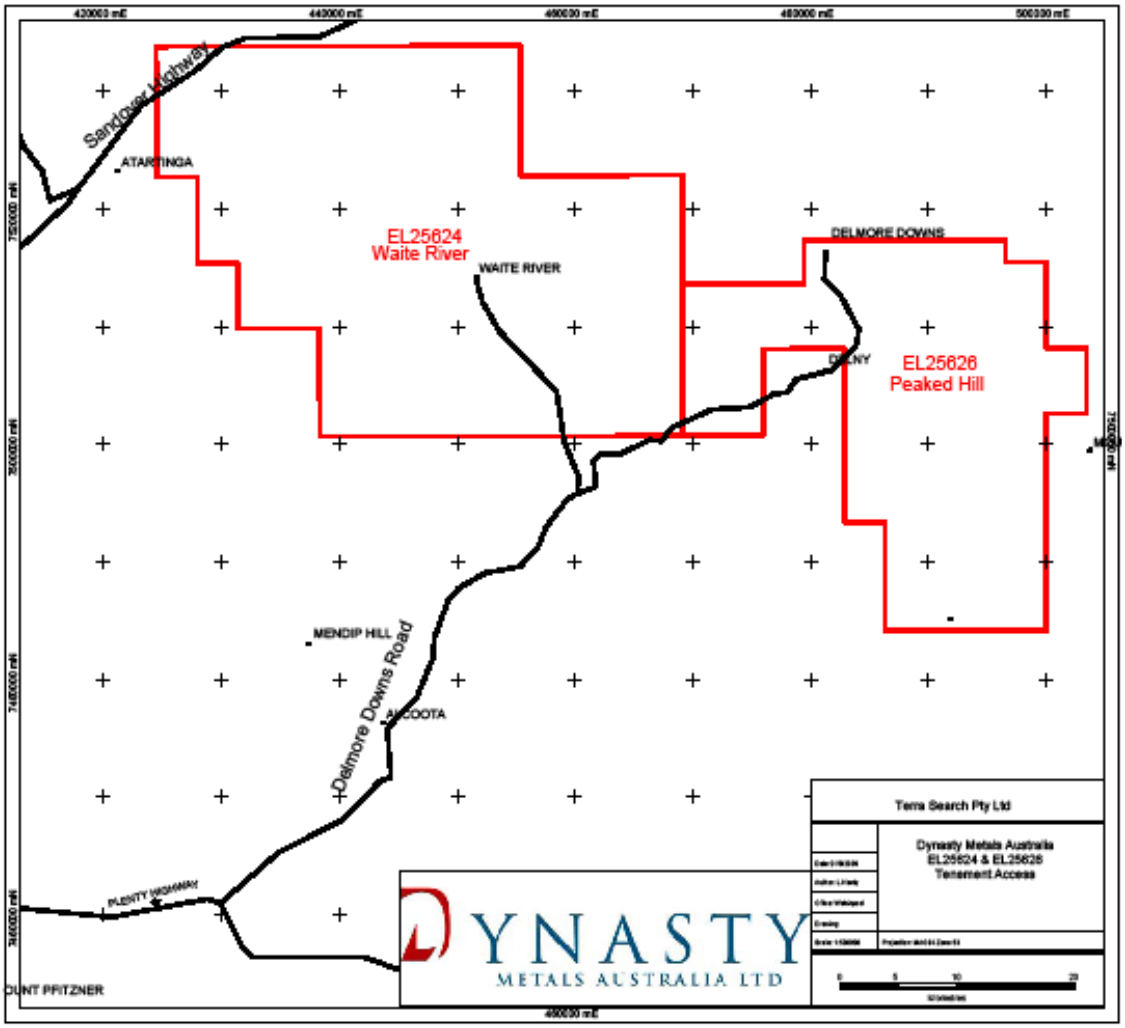

Figure 2 Peaked Hill Tenement Location and Access

3. Tenure

EL25626 was granted to Dynasty Metals Australia on the 18th of July 2007. The tenement covers 218 graticular blocks for 682.64km^2. (Fig 4) The tenement is due for a 50% relinquishment at this time, and 109 blocks for 350.98km^2 are being released, reducing the tenement to 109 blocks for 350.98km^2.

4. Regional Geology

The geology of the area consists of basement gneisses, schists and granulite of the Strangeways Metamorphic Complex; these have been interpreted as metasediments and metavolcanics, but have undergone extreme metamorphism. Intruding into the basement are the Proterozoic Mount Swan and Ida granites, which have locally developed a gneissic texture. These are variably overlain by Cainozoic soils,

alluvium and sands, with variable calcrete. Areas of the granitic intrusions and exposed basement are extremely weathered and have a well developed laterite profile, making their origin difficult to determine; these areas are clay rich and occasionally pisolitic, with variable amounts of silcrete. Figure 3

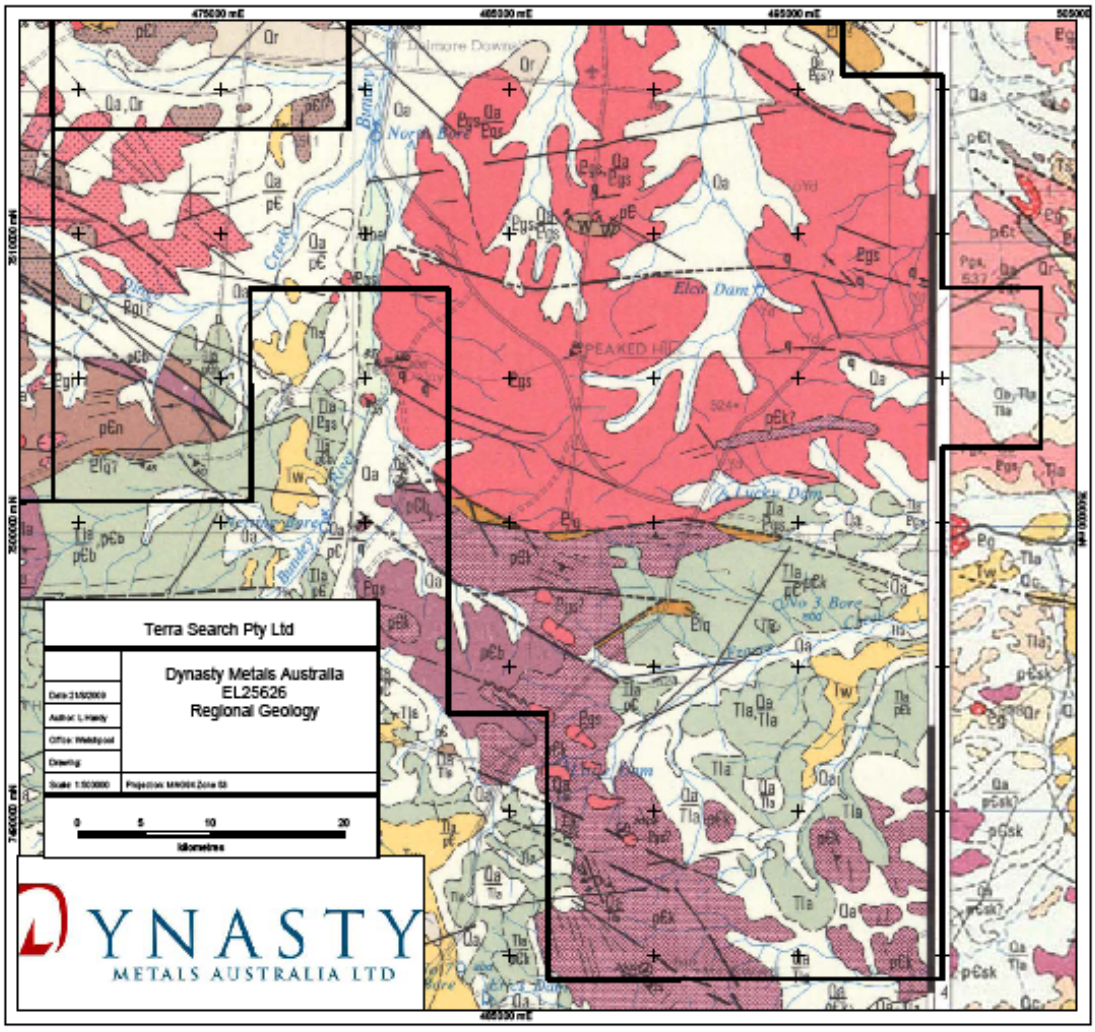

Figure 3 EL25626 Tenement Boundary overlain on Regional Geology (Alcoota SF53-10 and Huckitta SF53-11 1:250,000 Geological Map Sheets)

5. Previous work

Open file searches on the exploration reports held by the Northern Territory government showed that there has been no historical drilling on EL25626.

CRA Exploration undertook a stream sediment sampling program with a multi-commodity focus, but the results showed no anomalies of economic significance..

Helix Resources undertook a soil and stream sediment sampling program in 1998, and also gathered some rock chips for both assay and whole rock analysis with a focus on gold mineralisation. No assays were made for uranium during their program, and no anomalous gold results were found that warranted further work.

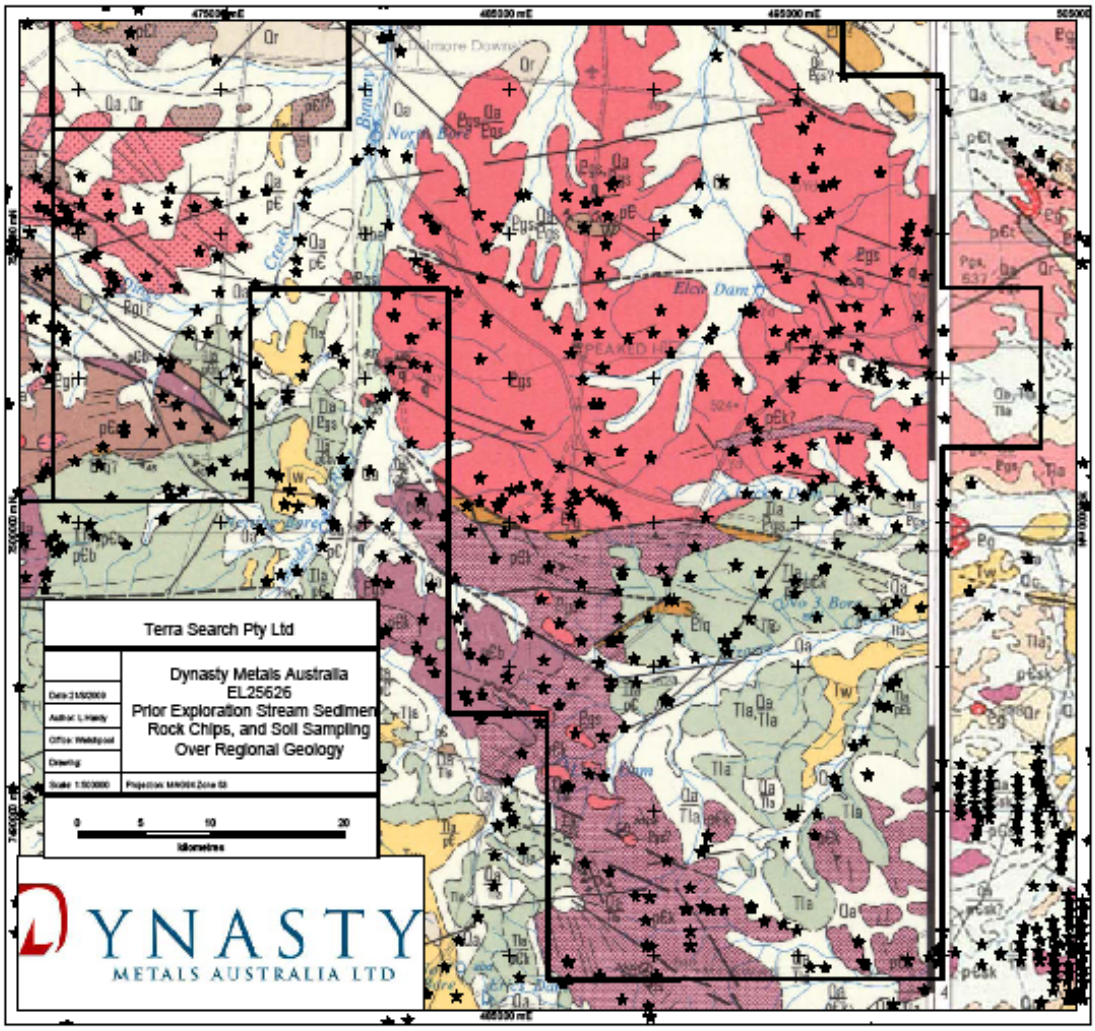

Figure 4 EL25626 Previous Work (Sample Locations)

6. Current Exploration

Exploration of this tenement has included a review of historical work, searching for publicly available geophysical data, and evaluation for Uranium potential.

7. Conclusion

The area relinquished has been interpreted as least prospective for Uranium. Figure 5 (next page)

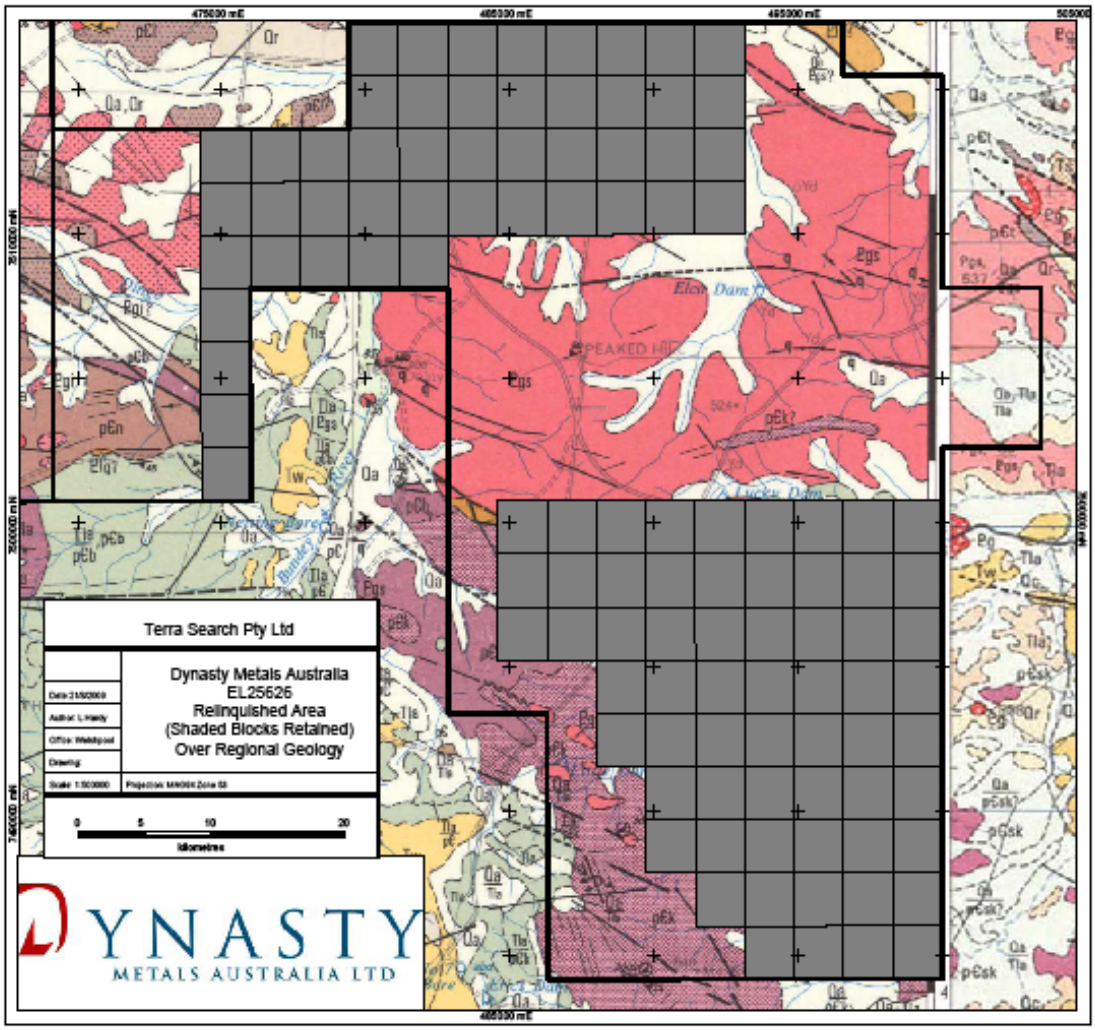

Figure 5 EL25626 Area being relinquished over Regional Geology (Retained Blocks shaded)