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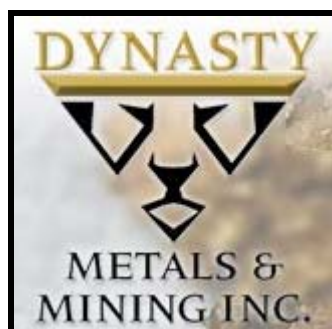
Your independent **Swiss** asset manager

THE TIMELESS PRECIOUS METAL FUND

DYNASTY METALS & MINING INC. (TSXV:DMM) FOLLOW-UP N° 5/November 29, 2005

[Home Page of Dynasty](#)
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DYNASTY METALS & MINING.: RETURN ON CAD 20,000 INVESTMENT					
<u>Purchase Date</u>	<u>No. of Shares</u>	<u>Purchase Price</u>	<u>Cost (CAD)</u>	<u>Price Today</u>	<u>Value Today</u>
December 9, 2004	8'000	1.25	10'000.00		
June 16, 2005	12'000	0.85	10'200.00		
Total	20'000	1.01	20'200.00	1.34	26'800.00
Profit					6'600.00
Profit (in %)					33%



<u>SHARES OUTSTANDING</u>	<u>MARKET CAP</u>
19.3 m/23.9 m (fully diluted)	CAD 23.0 Million
<u>52 WEEK LOW / HIGH</u>	<u>AVERAGE VOLUME (200 day)</u>
CAD 0.55 / 1.56	11,100
<u>RECOMMENDATION</u>	<u>RISK RATING</u>
BUY	HIGH

GOLD EXPLORATION IN SOUTHERN ECUADOR

Business Summary

Dynasty Metals and Mining is a Canadian-based exploration company focused on gold exploration and development in **Southern Ecuador**. Dynasty owns 100% of **three gold discoveries**, two within known mining districts and the third representing an entirely new discovery of considerable significance.

Why Explore for Gold In Ecuador?

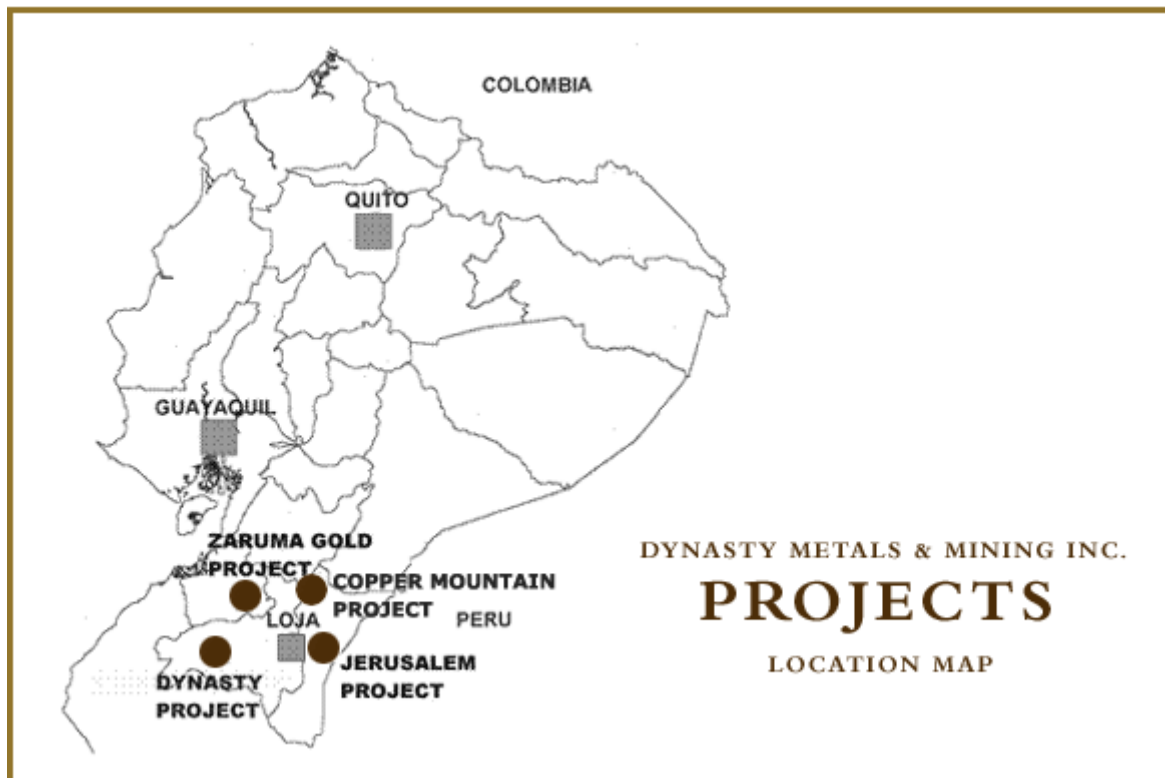
There are a number of supporting factors that make Ecuador favorable for Gold Exploration and Mining.

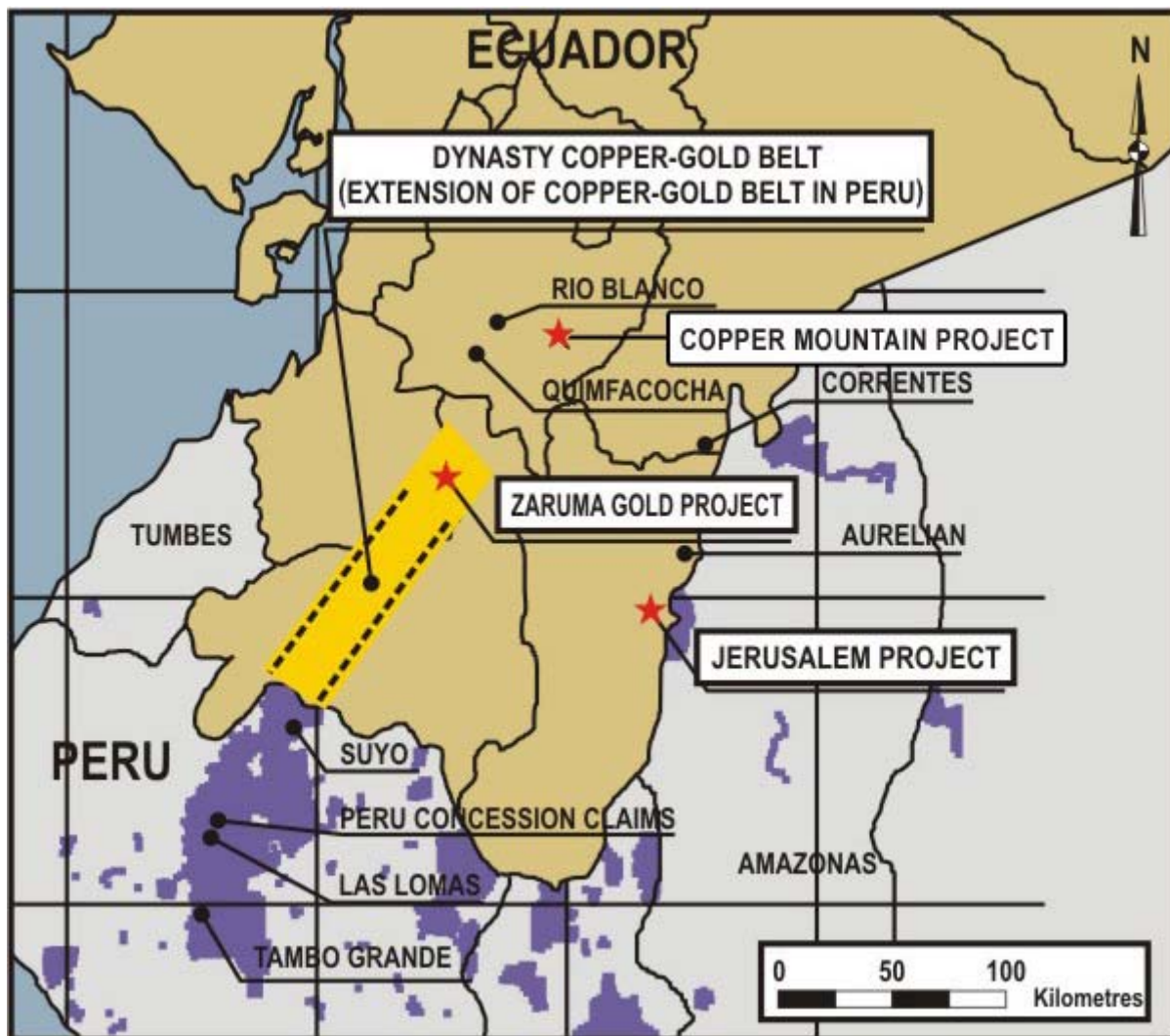
In recent years Ecuador has done much to foster and encourage foreign investment in its mining industry.

The Ecuadorian government introduced sweeping changes to the Mining Law, the highlights of which include:

- increasing the term of concessions to 30 years (renewable)
- streamlining the granting of title transfer from exploration to exploitation
- abolishing the 3% mineral royalty payable to the government
- allowing foreigners to hold concessions 100% without Ecuadorian partners
- introducing guarantees into law which secure the right to mine once a positive feasibility study has been carried out
- **Geological studies performed by the British, Swedish and Ecuadorian Geological Surveys through the late 1990's have suggested that Ecuador has tremendous potential for discovery of new economic ore deposits.**
- As part of the restructuring of the Ecuadorian economy, the World Bank opined that Ecuador should do its best to foster investment and development of the mining sector, in order to insulate it better from future El Niño weather cycles.
- **In April 2000, Ecuador took the extraordinary step of demonetizing its own currency and adopting the United States dollar. All business in Ecuador is now transacted in US currency. This step has restored stability to the economy, allowing foreign investment to once again take place.**
- The World Bank financed a project to put the mining tenement registry or catastral on the internet, to make it more transparent and corruption free. In this way, Ecuador has now avoided the problems of concession overlap, which is prevalent in the rest of South America.

Projects





DYNASTY PROJECT

The 100% owned Dynasty project is a **copper-gold-silver exploration prospect** located in **the Loja Province of southwestern Ecuador**. The concession area has grown from approximately 160 km² to approximately 96930 km². The altitude of the property ranges from 600 m to 1800 m above sea level. Scarce vegetation and shallow soils dominate the area.

The Dynasty Copper-Gold Belt is a mineralized corridor approximately 90 km long by 20 km wide. It runs along a north east trend that begins in Peru and extends to Dynasty's Zaruma project. **To date the Company has identified 7 copper-gold porphyry-style systems in the Dynasty Copper-Gold Belt, the most recent of which was in the Papayal-Cerro Verde area.** Most of these systems contain associated quartz stockworks, high-grade vein swarms and epithermal alterations. Logging of the drill core in the Papayal-Cerro Verde target area reveals that all 47 holes completed to date cut quartz-sulphide veins and the majority of holes cut multiple quartz-sulphide veins and quartz stockworks. Exploration drilling continues, with 5,290 metres now completed.

The Company recently reported that rock sampling has confirmed the occurrence of extensive mineralization at the Cola area of the Dynasty Copper-Gold Belt. The Company reported the results from ongoing drilling at Papayal and Cerro Verde. Recent drilling continues to confirm the presence of extensive near-surface gold and silver mineralization and support the potential for an open pit, bulk tonnage mining operation.

JERUSALEM PROJECT

The Jerusalem property comprises one 100%-owned concession located in the Zamora Chinchipe Province of southeastern Ecuador, about 40 kilometers east of Zamora. The concession area presently covers 2.25 square kilometers. The altitude of the property ranges from 1400 meters to 1900 meters above sea level. Dense rain forest and steep terrain characterize the area.

Historical work completed on the property and adjacent area by TVX Gold Inc. ("TVX") includes 10,825 meters of diamond drilling, 6,375 meters of drifting, including a 725m access tunnel to discovered veins, and several thousand underground channel and drill core vein samples at an estimated cost exceeding USD 22 million. **The company acquired the data compiled by TVX as part of its purchase of the concession.**

TVX estimated a resource, in the property and adjacent areas, in all categories, of 535,828 tons at 12.5 g/t gold and 66 g/t silver in discovered veins. **The TVX estimates and terminology used do not conform to NI 43-101 and the CIM Standards on mineral resources and reserves. The estimates are part of the historical record only, and are not a current fact.**

The company announced in recent news releases the discovery of a new mineralized vein (the "Teniente Vein"), which extends over 550m. A total of 10 underground channel samples from the Teniente Vein assays from 9.8 g/t to 66.5 g/t gold and 217 g/t to 2500 g/t silver. The western edge of the Teniente Vein system is defined by a sulphide-bearing rhyolite dyke 6 meters to 80 meters wide exposed along a strike of 1000 meters. Surface samples from leached outcrops assay from background to 0.7g/t gold and 9 g/t to 86 g/t silver. **Grab sampling of sulphide-bearing rhyolite further along strike assay from 2.3 g/t to 8.2 g/t gold and 13 g/t to 37 g/t silver.**

THE ZARUMA GOLD PROJECT

The Zaruma property comprises over 40 concessions located in the **El Oro Province of southwestern Ecuador**, in the vicinity of the towns of Zaruma and Portovelo. The concession area presently covers 88.46 km². The altitude of the property ranges from 650 m to 1600 m above sea level. Agricultural land use is dominant in the area.

An independent report that is compliant with NI 43-101 has estimated an existing indicated resource of 644,600 ounces of gold, from 1,131,889 tonnes of ore at an average grade of 17.73 grams/tonne, and an inferred resource of 817,200 ounces of gold, from 2,444,066 tonnes of ore at an average grade of 10.4 grams/tonne. The Company plans to continue its exploration activities at Zaruma, with the current scoping study.

- Historic production 5 M ounces gold and 12 M ounces silver
- **High-grade polymetallic vein system covering 15 km x 5 km**
- 18 principal veins with under-explored extensions
- Previous concession holders assayed over 100,000 channel samples, did 15,000 metres of drilling and flew 1,705 line kilometers of aeromagnetic data

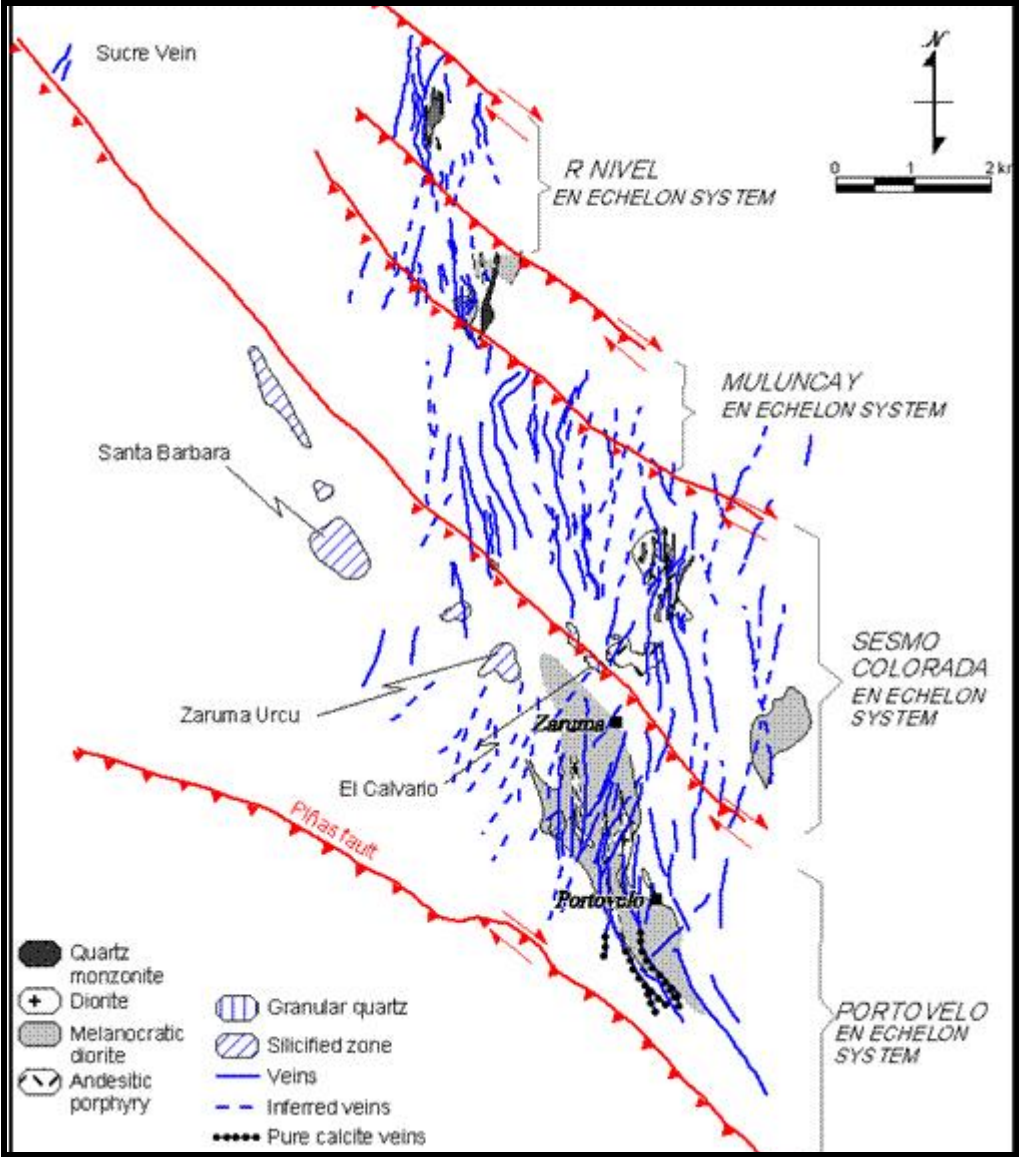
Historical work compiled by IAMGOLD Ecuador S.A. ("IAMGOLD") includes over 100,000 channel sample data points, 41,643 m of underground drift mapping, approximately 15,000 m of diamond core drilling and 5,412 soil samples. The Company acquired the data compiled by IAMGOLD as part of its purchase of the concessions.

The Company is presently evaluating this information, together with results of the Company's more recent work, for the purpose of completing a scoping study. **The Zaruma-Portovelo Mining District is a known, prolific high-grade gold field and has been under continuous exploitation since Inca and Conquistador times.** Modern mining was initiated in 1905 when the South American Development Company (SADCO), an affiliate of ASARCO Incorporated, developed the Portovelo

Mine. It has been estimated that approximately 5 million ounces of high-grade gold and 20 million ounces of high-grade silver has been produced within the general project area.

Production records of SADCO indicate average individual values of 7.5 g/t to 28.7 g/t gold over average widths ranging from 0.77m to 2.14m for gold veins in the district. Individual veins production ranged from 9,000 tonnes to 1,573,000 tonnes with gold recoveries ranging from 8,000 ounces to 770,000 ounces.

It is now believed that the veins extend over a 15 km north-south trend and a width of 5 km east-west.



The Copper Mountain Project

The Copper Mountain copper-gold porphyry project is located approximately 110 km north-east of the Company’s Zaruma Gold Project and 40 km from Iamgold Corp.’s advanced Quimsacocha gold project. Copper Mountain is a 3 km x 6 km, porphyry-style system featuring advanced high-temperature argillic alteration.

The project encompasses a regional nine sq. km volcanic caldera structure in which previous explorers identified a large copper, gold and molybdenum anomaly on porphyry. Over 320 soil samples, on 100 metre spacings, over leached soils, outlined an anomaly of 1.2 km x 1.0 km in copper and molybdenum with values ranging from 33 to 105 ppm and 2 to 14 ppm, respectively.

Copper Mountain also includes a 200 m x 1200m epithermal vein system comprising two major outcropping veins, 1.5 km to the west of the porphyry system. Previous exploration of these leached quartz-sulphide veins included a total of 15 channel rock samples with results ranged from 0.1 g/t to 1.0 g/t gold and 2 g/t to 10 g/t silver over an average width of 6 metres.

The Company plans to undertake exploration including geological mapping as the setting shows similarity with the iron oxide copper-gold Candelaria deposit in Chile.

Recent Developments: NEW REPORT SIGNIFICANTLY INCREASES AND UPGRADES ESTIMATED GOLD RESOURCES AT DYNASTY'S ZARUMA PROJECT

Dynasty Metals & Mining Inc. announced that it has received an updated gold resources estimation for its 100% owned **Zaruma Gold Project**, in south-western Ecuador.

Allen J. Maynard, BAppSc(Geol), MAIG, MAusIMM, the author of the new independent report, was commissioned to review and update the resources estimation contained in an initial independent report announced by the Company on November 1, 2004 (the "Initial Report"), prepared by Consulting Geologist Miroslav Kalinaj, MSc. The authors of both reports are "qualified persons" under NI 43-101.

The Initial Report noted the potential for expansion of the gold resources at the Zaruma Gold Project. The new, NI 43-101-compliant, report estimates **measured and indicated gold resources of 1,110,200 ounces, from 2,483,000 tonnes of ore at an average grade of 13.93 grams/tonne (measured) and 13.87 grams/tonne (indicated), and an inferred gold resource of 1,383,400 ounces, from 3,382,000 tonnes of ore at an average grade of 12.72 grams/tonne.**

With the new report, the Zaruma project is now estimated for the first time to have a "measured" gold resource (702,100 ounces), while the combined "measured and indicated" project resource estimate has been increased 72% from the Initial Report and the "inferred" resource has been increased 69%.

The new report is based upon recent underground channel sampling conducted by the Company and a review of databases generated by previous third-party exploration.. It was commissioned in conjunction with the preparation of a scoping study of the Zaruma Gold Project, which is currently in process.

Fundamental Considerations

NEW ESTIMATED GOLD RESOURCES - ZARUMA GOLD PROJECT				
Category	Au Ounces (oz) ⁽¹⁾	Au Grams/Tonne (g/t)	Tonnes ⁽¹⁾	Au Ounces/Tonne (oz/t)
Measured	702,100	13.93	1,568,000	0.45
Indicated	408,100	13.87	915,000	0.45
Inferred	1,383,400	12.72	3,382,000	0.41

ESTIMATED MINERAL RESOURCES - JERUSALEM GOLD PROJECT											
Category	Au oz	Au g/t	Tonnes	Ag g/t	Ag oz	Cu %	Cu t	Pb %	Pb t	Zn %	Zn t
Measured	239,730	12.38	602,300	91	1,760,400	0.07	370	0.66	3,940	2.79	16,810
Indicated	345,370	12.42	864,400	95	2,627,700	0.06	452	0.55	4,690	2.57	22,210
Inferred	710,130	11.46	1,927,600	102	6,276,470	0.05	831	0.42	8,050	1.97	37,840

The Zaruma and the Jerusalem projects contain an estimated mineral resource of 3,788,830 ounces of gold in all categories which amounts to **\$ 78/share** at today's prices.

Furthermore, it is expected that the estimated resources at both the Zaruma and the Jerusalem gold projects will be further expanded and upgraded with the results of ongoing exploration work.

We consider this company to be massively undervalued on fundamental considerations.

Technical Considerations

Emotions determine the actions of most investors. They turn despondent when they should be buying and are elated when caution should dominate their decisions.

“While the gold price is not massively oversold at this stage, we can repeat our view that higher gold prices are probable during the remainder of the year.”, is what we wrote on June 22 and we continue to believe so.



Because of low average daily volume and the high volatility as a consequence, we suggest to buy carefully with a long-term view.

Patience may be handsomely rewarded!

Peter Zihlmann



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