



REPRINTED WITH PERMISSION

July 7, 2006

## Dynasty Metals & Mining

(V.DMM, PK.DMMIF, [www.dynastymining.com](http://www.dynastymining.com))

**BUY**— Dynasty, a new recommendation last month, has only gotten better. Even mid-correction, International Speculator subscribers who bought on our recommendation are up modestly on DMM. That's because, in addition to the ounces (not grams) per

tonne of gold the company is finding on surface at Copper Duke, their first round of drilling into the Dynasty Goldfield hit both bulk-grade and high-grade gold (and silver) in all of the first seven holes assayed.

### DYNASTY METALS & MINING "BEST BUY"

V.DMM, PK.DMMIF, [www.dynastymining.com](http://www.dynastymining.com)

Price	Share: C\$5.50	MCap: C\$134.4 million	On: 6/30/06
History	Rec: C\$5.06,6/06	Gain: 8.7%	52-week: C\$0.75-C\$7.02
Shares	SO: 24,443,888	FD:28,278,388	As of: 6/06
Warrants	UnEx: none	n/a	n/a
Options	Open: 3.7 mm	Est. Wt. Avt. C\$0.90	Exp: 9/06-2/11
Cash	C\$12 Million	Burn: C\$250,000/mo.	As of: 6/06

We love these signs of blue sky turning to gold, but they're only a sideshow to the main story, which continues to be the company's two advanced projects, Jerusalem and Zaruma. They are already known to contain 4.6 million ounces of gold, and development is proceeding apace. The company has a tight share structure and plenty of cash to pursue its goals for the coming year. Barring an important discovery on one of the company's exploration projects, the next major bit of news should be the pre-feasibility study from Zaruma, due out any day now.

If you're not long already, you may not want to wait much longer. The company is down 22% from recent highs. If we haven't seen the bottom, it's not likely to be much lower. Once the new feasibility study is released, today's prices could very well be history.

Exit strategy? Dynasty will either get taken over by a mid-tier that wants to put the advanced gold projects into production, or it will go into production itself, in which case it's important to know that management has production experience. In either case, our exit point will ultimately be driven by valuations, which are likely to be much, much higher than they are today.

For more information and to subscribe log on today at: [www.caseyresearch.com](http://www.caseyresearch.com)

The Casey Research and KitcoCasey web sites, the *Casey Investment Alert*, the *International Speculator*, the *Casey Energy Speculator*, the *Casey Energy Confidential*, "What We Now Know", and the Explorers' League are published by Casey Research, LLC. Information contained herein is obtained from sources believed to be reliable, but its accuracy cannot be guaranteed. The information contained herein is not intended to constitute individual investment advice and is not designed to meet your personal financial situation. The opinions expressed herein are those of the publisher and are subject to change without notice. The information herein may become outdated and there is no obligation to update any such information. Doug Casey, entities in which he has an interest, employees, officers, family, and associates may from time to time have positions in the securities or commodities covered in these publications or web site. Corporate policies are in effect that attempt to avoid potential conflicts of interest, and resolve conflicts of interest that do arise in a timely fashion. Any Casey publication or web site and its content and images, as well as all copyright, trademark and other rights therein, are owned by Casey Research, LLC. No portion of any Casey publication or web site may be extracted or reproduced without permission of Casey Research, LLC. Nothing contained herein shall be construed as conferring any license or right under any copyright, trademark or other right of Casey Research, LLC. Any unauthorized use or reproduction or rebroadcast of any content of any Casey publication or web site, including communicating investment recommendations in such publication or web site to non-subscribers in any manner, is prohibited and shall be considered an infringement and/or misappropriation of the proprietary rights of Casey Research, LLC. © 1998-2006 by Casey Research, LLC.