



For Immediate Release

Ambatovy Receives Key Malagasy Certification

- **Project Certified Under Madagascar's Large Mining Investment Act**
- **Ensures tax and legal stability for Project**
- **Project on track for construction to begin by mid-year**

Richmond Hill, Ontario (March 28, 2007): Dynatec Corporation ("Dynatec" – TSX: DY) is pleased to announce that the Ambatovy Project has received notification from the Madagascar Government of the Project's certification under Madagascar's Loi sur les Grands Investissements Miniers (Large Mining Investment Act or "LGIM"). The LGIM, which was promulgated by the Madagascar Government in 2002 and developed with the support and assistance of the World Bank, establishes the legal framework for developing and operating large-scale resource projects in the country and provides the equivalent of a project stability agreement. With the receipt of LGIM certification, Ambatovy is on track for construction to begin by mid-year, subject to completion of the project debt financing. Based on the current development schedule, the Project is expected to achieve mechanical completion by early in 2010.

Bruce V. Walter, President and Chief Executive Officer of Dynatec, commented: "Receiving LGIM certification is a major milestone for the Ambatovy Project, one that ensures tax and legal stability for the Project. We appreciate the constructive manner in which the Madagascar Government managed the certification process to ensure both that the Country's needs were accommodated and that the Project could advance on a timely basis."

Key terms included in the Madagascar's LGIM and the eligibility certification include:

- Tax and legal stability guaranteed;
- Corporate tax rates of 10% for the transformation of minerals into value-added products, and 25% for straight mining and beneficiation operations;
- Investment tax credit based on 50% of capital investment, applied against taxes due and payable;
- Royalty payment of 1% for value-added mineral products;
- Up to 75% debt financing, from external or shareholder sources, and repayment of loan principal and interest without withholding tax; 10% withholding tax on dividends to foreign shareholders; neutralization of value-added tax (VAT) for operations and subcontractors;
- Elimination of customs duties and dedicated customs posts for import/export with the exception of 5% customs duty on consumables at the mine;
- International dispute arbitration and waiver of sovereign immunity on the enforcement of arbitrated awards; and,
- Ability to maintain and operate offshore bank accounts.

The Ambatovy Project is among the largest nickel projects under development in the world with production costs for nickel, after by-product credits, expected to be among the lowest in the industry. Annual production capacity is estimated at 60,000 tonnes of nickel, 5,600 tonnes of cobalt and approximately 190,000 tonnes of ammonium sulphate, with an estimated Project life of at least 27 years.

Ambatovy is currently owned 45% by Dynatec and 27.5% by each of Sumitomo Corporation of Japan and Korea Resources Corporation (leading a consortium of Korean enterprises including Daewoo International Corporation, Keangnam Enterprises Ltd. and STX Corporation). SNC-Lavalin Inc. has agreed to acquire a 5% interest in Ambatovy from Dynatec coincident with the closing of the project debt financing, targeted for around the end of the second quarter of 2007.

The Ambatovy mine site is located 80 kilometres east of the capital of Madagascar, Antananarivo, and lies within a few kilometers of the main road and rail system connecting Antananarivo and the main port city of Toamasina on the east coast. The Project will consist of an open-pit mining operation and an ore preparation plant at the mine site. The slurried laterite ore will then be delivered via pipeline to a process plant and refinery located a few kilometers from the Port of Toamasina.

About Dynatec Corporation

Dynatec Corporation is a growing mining company with extensive mining and metallurgical expertise, developed over many years as a leading service provider to the mining industry. Dynatec's strategy is to create shareholder value by applying its mining and metallurgical expertise to attractive ownership opportunities. The Company currently has three principal growth assets in its portfolio, including its interest in the Ambatovy Project, a 24.5% ownership interest in FNX Mining Company, and a wholly owned coal-bed methane lease arrangement in West Virginia.

Forward-Looking Statements

This press release contains certain forward-looking statements related to the potential development, operation and financing of the Ambatovy Nickel Project. These forward-looking statements are subject to a variety of risks and uncertainties beyond the Project's sponsors' ability to control or predict which could cause actual events or results to differ materially from those anticipated in such forward-looking statements. Readers should refer to relevant disclosure documents, including Dynatec's most recent Management's Discussion and Analysis and Annual Information Form, for a review of risks and uncertainties related to the Ambatovy Project. Accordingly, readers should not place undue reliance on forward-looking statements.

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