



QUARTERLY ACTIVITIES REPORT

for the period ending 30 June 2010

ASX CODE

DRM
Suite 8/8 Clive St
West Perth WA 6005
PO Box 284
West Perth WA 6872
Tel: (08) 9226 0600
Fax: (08) 9226 0633
www.dorayminerals.com.au

CAPITAL STRUCTURE

55.1M Shares
14M Options

BOARD OF DIRECTORS

Brett Fraser
Non-Executive Chairman

Allan Kelly
Managing Director

Heath Hellewell
Technical Director

Jay Stephenson
Non-Executive Director

INVESTOR RELATIONS

Ann M Nahajski
AMN Corporate
ann@amncorporate.com

ABOUT DORAY MINERALS

Minerals explorer Doray Minerals was established in August 2009 to acquire and develop highly prospective mineral properties and listed on the ASX in February 2010. Doray is currently focused on exploring for large economic gold deposits in Western and South Australia.

Doray's growth strategy is to use its considerable exploration experience to target and advance projects in areas of major gold endowment with the potential to host significant gold deposits. The immediate focus for the Company is on two of Australia's potentially most attractive, but under-explored gold provinces, the Murchison Region (W A) and the Central Gawler Gold Province (SA).

DORAY ADVANCES ANDY WELL

Doray Minerals (ASX: DRM, Doray) is pleased to present shareholders with its second Quarterly Activities Report since commencing trading on the ASX on 8 February 2010.

The focus for Doray during the quarter was the follow up drilling program at Andy Well, which confirmed and extended the high-grade Wilber Lode.

RC and diamond drilling of the Wilber Lode, completed during June, has confirmed the continuation of the high-grade gold mineralisation to at least 110m depth. Highlights of the recent results include:

RC Drilling

- 5m @ 21.26g/t in MNRC017, including 2m @ 50.51g/t
- 3m @ 75.35g/t in MNRC020, including 1m @ 214.9g/t
- 5m @ 18.11g/t in MNRC021, including 1m @ 54.85g/t
- 3m @ 74.82g/t in MNRC028, including 1m @ 202g/t
- 3m @ 16.26g/t in MNRC029, including 1m @ 38.95g/t

Diamond Drilling

- MNDD001 intersected 3.5m @ 42.72g/t
- MNDD004 intersected 3.2m @ 44.7g/t, including 0.8m @ 149.65g/t

According to Doray's Managing Director Allan Kelly, The Wilber Lode is proving to be an exciting prospect, with the potential to be a highly profitable gold resource.

"The two deepest diamond holes, MNDD001 and 004, confirm the continuity of the high-grade Wilber Lode to a depth of at least 110m below surface and the grades appear to be improving with depth. The very high-grade Wilber Lode currently remains open down-dip and down-plunge indicating the potential for a possible high-grade underground resource."

"The Wilber Lode occupies the central 200m portion of a larger mineralised shear zone (the "Wilber Zone") which extends for over 700m in a NE-SW direction. Previous explorers intersected mineralisation at several places along this shear zone and present additional exciting targets for Doray to drill test."

"The aim of the campaign will be to determine the extent of the significant global gold resource at Andy Well within 12 months."

Doray anticipates a busy September quarter and looks forward to keeping the markets and its shareholders up-to-date with developments.

HIGHLIGHTS

- Follow-up RC and Diamond drilling campaign completed at Andy Well extends Wilber Lode
- Re-assays confirm second high-grade zone at Bernie South
- Drilling programme planned for Webbs Patch
- Detailed aeromagnetic survey completed at Nuckulla Hill highlights drill targets

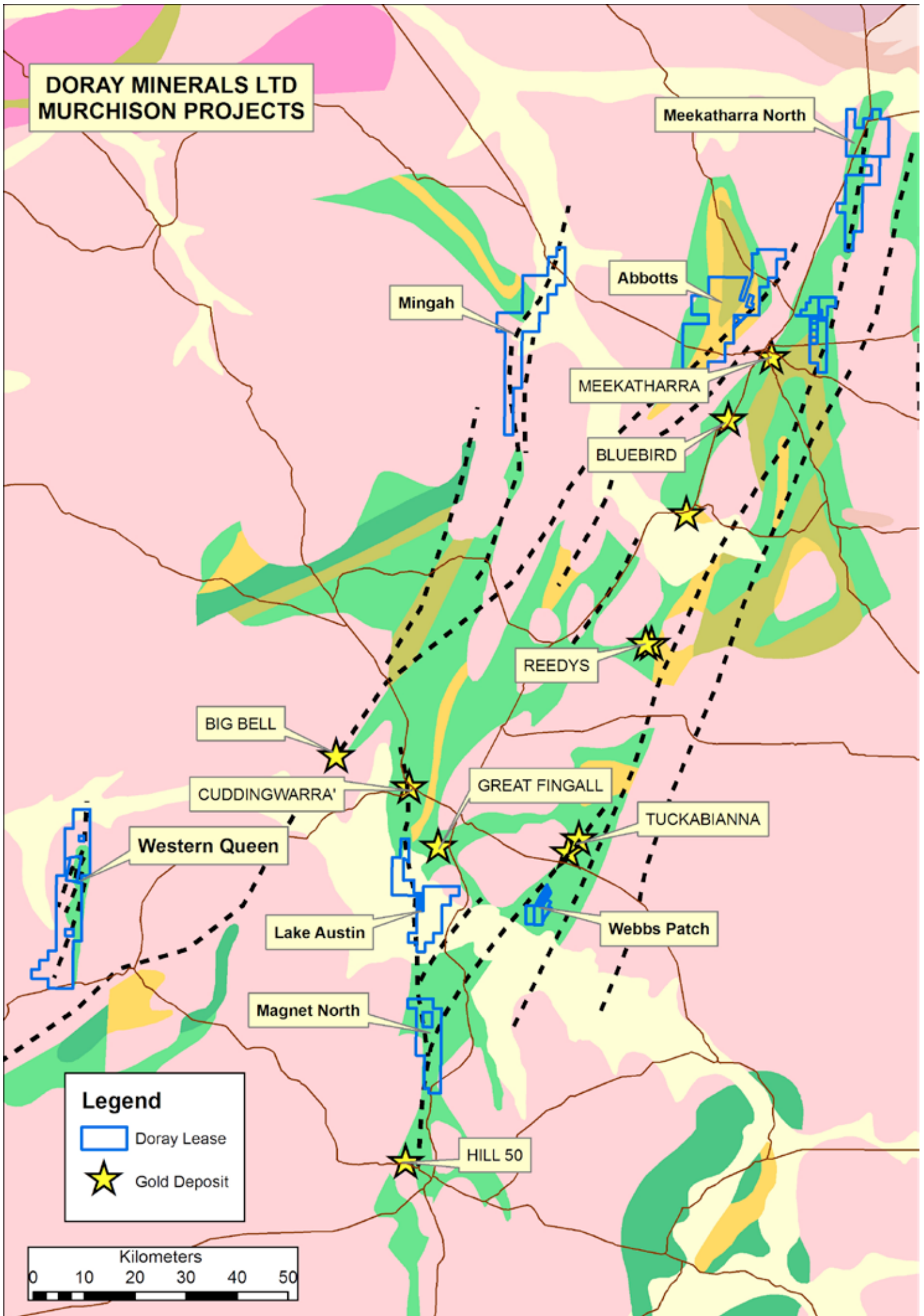


Figure 1. Murchison region geology showing location of Doray projects and major gold deposits

1 EXPLORATION

Doray has compiled a strategic portfolio of highly quality mineral properties in two underexplored but highly prospective gold provinces: the Murchison goldfields region of Western Australia (1000 sq km) and the Central Gawler Gold Province in South Australia (1100 sq km).

Doray's strategy is to acquire and develop underexplored properties with multiple discovery opportunities in close proximity to well developed access and infrastructure.

1.1 MURCHISON GOLDFIELDS

Doray currently holds a land position of over 1,000 sq km in the Murchison goldfields region of WA. Doray's tenements cover major mineralised structures along strike from several world-class gold deposits (Figure 1.). Each of Doray's Murchison projects provides multiple opportunities for discovery of an economic gold deposit.

1.1.1 Meekatharra North (Doray 80%)

Wilber Zone

Follow-up RC and diamond drilling of the Wilber Lode, completed during June, has confirmed the continuation of the high-grade quartz lode to at least 110m depth.

MNDD001 and MNDD004, drilled beneath MNRC006 (4m @ 22.64g/t) intersected quartz lode, with visible gold. These are the deepest intersection of the Wilber Lode so far and it therefore remains open down-dip below 110m.

Infill RC drilling has intersected visible gold in quartz lode on a number of east-west drill sections through the middle of the Wilber Lode and confirms the continuity of the lode over 200m of strike. Recent intersections of the high grade lode include:

RC Drilling

- 5m @ 21.26g/t from 8-13m in MNRC017, including 2m @ 50.51g/t from 8-10m
- 2m @ 8.11g/t from 57-59m in MNRC019
- 3m @ 75.35g/t from 73-76m in MNRC020, including 1m @ 214.87g/t from 73-74m
- 5m @ 18.11g/t from 13-18m in MNRC021, including 1m @ 54.85g/t from 14-15m
- 7m @ 4.73g/t from 44-51m in MNRC027, including 1m @ 20.81g/t from 48-49m
- 3m @ 74.82g/t from 83-86m in MNRC028, including 1m @ 202g/t from 83-84m
- 3m @ 16.26g/t from 112-115m in MNRC029, including 1m @ 38.95g/t from 112-113m

Diamond Drilling

- MNDD001 intersected 3.5m @ 42.72g/t
- MNDD004 intersected 3.2m @ 44.7g/t, including 0.8m @ 149.65g/t

The Wilber Lode occupies the central portion of a 1km long shear zone (The Wilber Zone), which has a number of historic drill intersections to the north east and south west that have not been followed up. Doray will test these targets during the upcoming quarter whilst continuing to define the extents of the Wilber Lode itself.

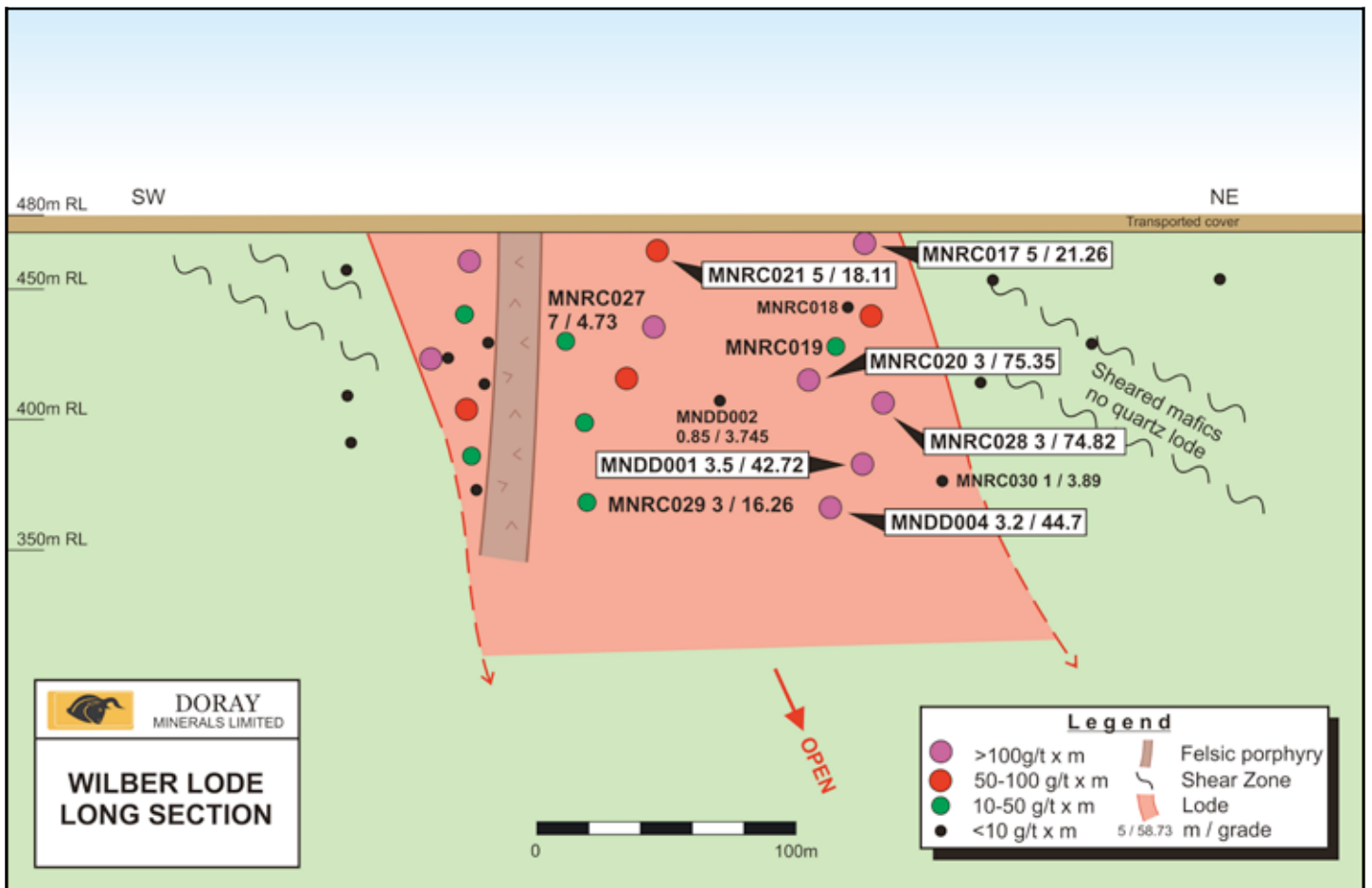


Figure 2. Long Section of Wilber Lode including most recent drilling.

Bernie South Zone ("Southern Target")

As reported in the ASX announcement on 5 May 2010, re-assays of 1m splits from drilling at the southern end of the Bernie Zone resulted in an upgrade of the mineralisation intersected in MNRC009 to **8m @ 13.9g/t from 46-54m, including 2m @ 51.1g/t from 46-48m** (previously 6m @ 8.5g/t).

These results confirm the presence of a second zone of very high-grade gold mineralisation at Andy Well. Follow-up drilling of the Bernie South zone was completed during June and results are pending.

Andy Well Regional

The Wilber and Bernie Zones are two of a number of northeast trending structures seen in the aeromagnetic data. Each of these structures is characterised by shallow RAB gold anomalism and/or isolated deeper RC/aircore drill intersections from historic drilling. Based on the results received so far, each of these target zones requires examination and follow-up.

The Andy Well prospect therefore represents a very significant opportunity for Doray and has the potential to host numerous gold deposits. Doray has completed heritage surveys on the west side of the highway during the quarter allowing drill targets west and north of Wilber to be tested.

The company is planning an extensive drill campaign for the next two quarters including extensional drilling below and along strike from Wilber and systematic drill testing of the numerous parallel target zones. The aim of this campaign will be to outline a significant global resource at Andy Well within 12 months.

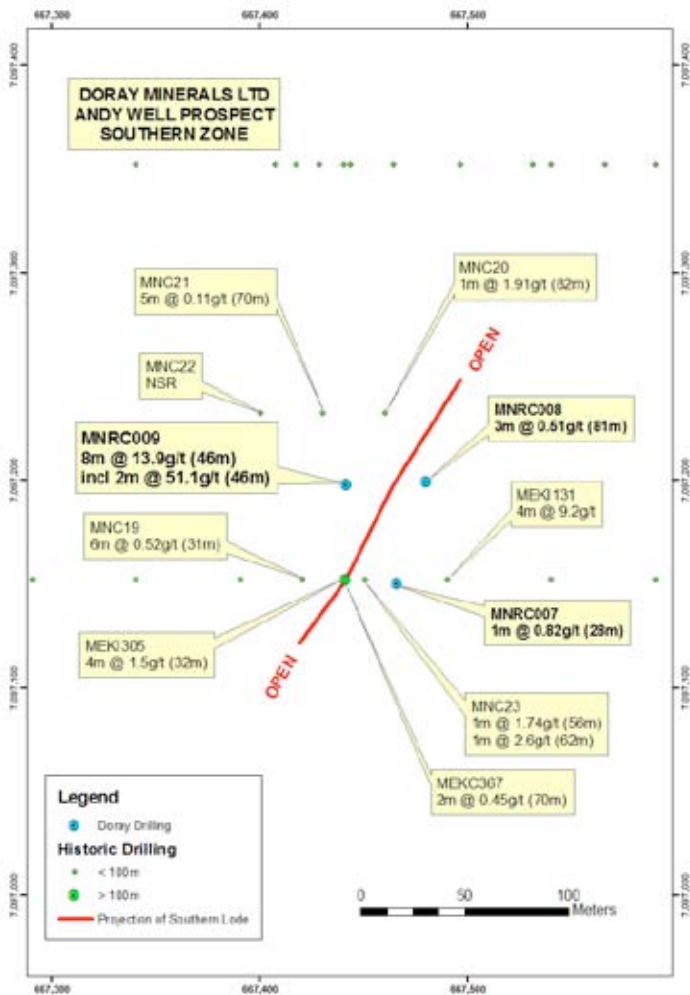


Figure 3. Drill plan for the Bernie South Zone ("Southern Target") showing historic and recent drilling.

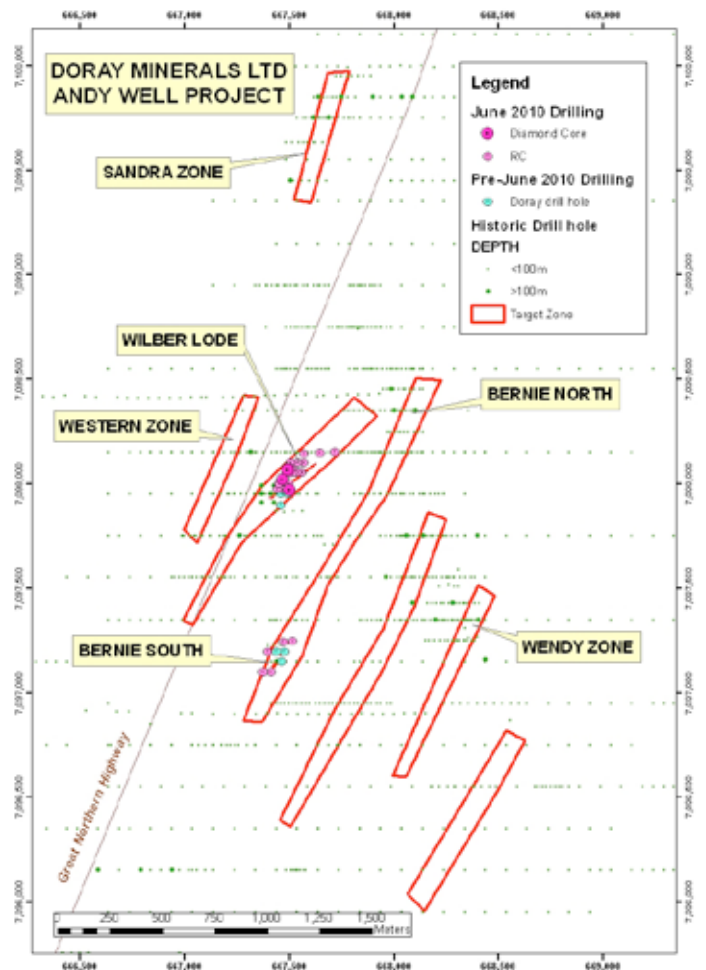


Figure 4. Drill Plan of the Andy Well project area, showing a number of parallel target zones defined from historic drilling.

1.1.2 Webbs Patch (Doray 100%)

Doray's first drilling programme at Webbs Patch has been planned and will be completed during the next quarter, pending relevant approvals. The first drilling programme will focus on testing for depth extensions to the 500m long "Brilliant" prospect with a view to defining a maiden JORC resource.

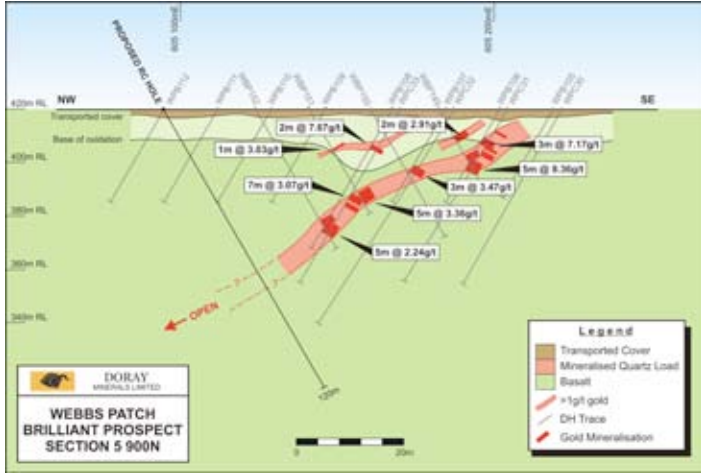


Figure 5. Schematic cross section through the "Brilliant" prospect showing proposed RC drilling.

1.1.3 Magnet North-Lake Austin (Doray 80%)

Doray progressed the grant process of the two exploration licences during the quarter. Given the results of recent drilling on Silver Lake Resources' nearby Lena-Leviticus-Numbers trend, which continues to the south on to Doray's Magnet North property, Doray views the project as a highly significant opportunity for discovery of further high-grade mineralisation.

1.1.4 Cootharra (Doray 100%)

Following examination of a recently released GSWA report detailing the results of a regional hydrogeochemical survey of the northern Yilgarn, Doray has applied for an exploration licence over an interpreted remnant of greenstone belt 65km east of Cue, which is coincident with a zone of elevated Au, Mo and As in groundwater.

1.2 CENTRAL GAWLER GOLD PROVINCE

Doray holds just over 1,100 sq km of exploration licences within the Central Gawler Gold Province in South Australia. The projects are located on major mineralised structures along strike from historic and or recently discovered gold mineralisation and in areas where the prospective bedrock is obscured by shallow surficial soil cover. The project areas are also prospective for palaeochannel-hosted uranium mineralisation and iron oxide copper gold (IOCG) deposits.

Two of the projects, Harris Bluff and Kingoonya, are currently in a joint venture with Venture Minerals Ltd (VMS) and Mega Hindmarsh Pty Ltd (Mega) whereby VMS and Mega are funding all exploration on these projects for non-uranium and uranium respectively.

1.2.1 Nuckulla Hill (Doray 100%)

Doray completed a detailed 100m spaced aeromagnetic survey over the entire tenement package covering approximately 60km of strike of the mineralised Yarlbrinda Shear Zone, which hosts gold and silver mineralisation at Tunkillia to the north.

The survey has highlighted a number of potential structural targets outside the area of previous calcrete sampling and drilling.

2 CORPORATE

- The company's cash balance at the end of the quarter was \$6.8M
- During the quarter, Doray evaluated a number of opportunities in the Murchison region and South Australia

TENEMENT HOLDINGS

	Project	Tenement
Tenements Granted	Nuckulla Hill	EL4473
Tenement Applications	Cootharra	E20/747
Tenements Relinquished	-	-

For further information,
please contact:

Allan Kelly
Managing Director
Doray Minerals Limited
08 9226 0600
info@dorayminerals.com.au

Ann M Nahajski
Director
AMN Corporate
+61 (0)4 00 205 433
ann@amncorporate.com

Competent Person Statement

The information in this announcement that relates to Exploration Results and Mineral Resources is based on information compiled by Heath Hellewell and Allan Kelly. Mr Hellewell and Mr Kelly are both members of the Australian Institute of Geoscientists and have sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which they are undertaking. This qualifies Mr Hellewell and Mr Kelly as "Competent Persons" as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hellewell and Mr Kelly consent to the inclusion of information in this announcement in the form and context in which it appears.