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# Dynacor Gold Mines Inc.

## 5 year Performance Review

Quarter Ended March 31, 2017

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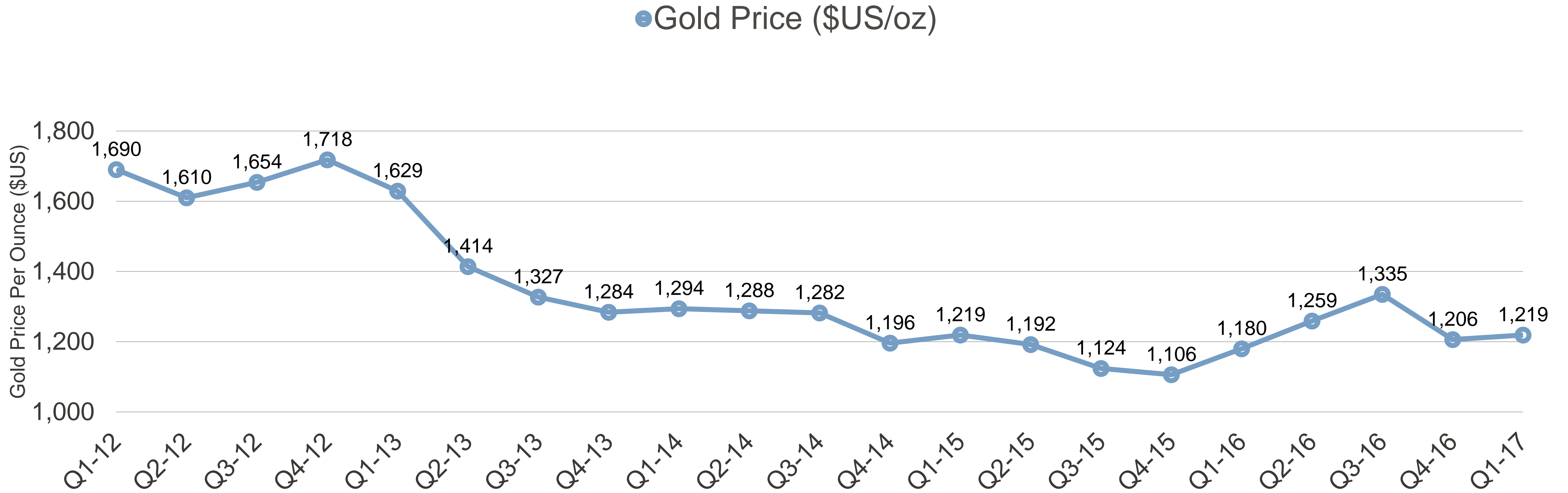
# Five Year Performance Review

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The following charts look at a five year review of Dynacor's calendar year quarterly performance in many different valuation metrics. It includes such areas as fundamental financial valuations and stock price performance.

## **FORWARD LOOKING INFORMATION**

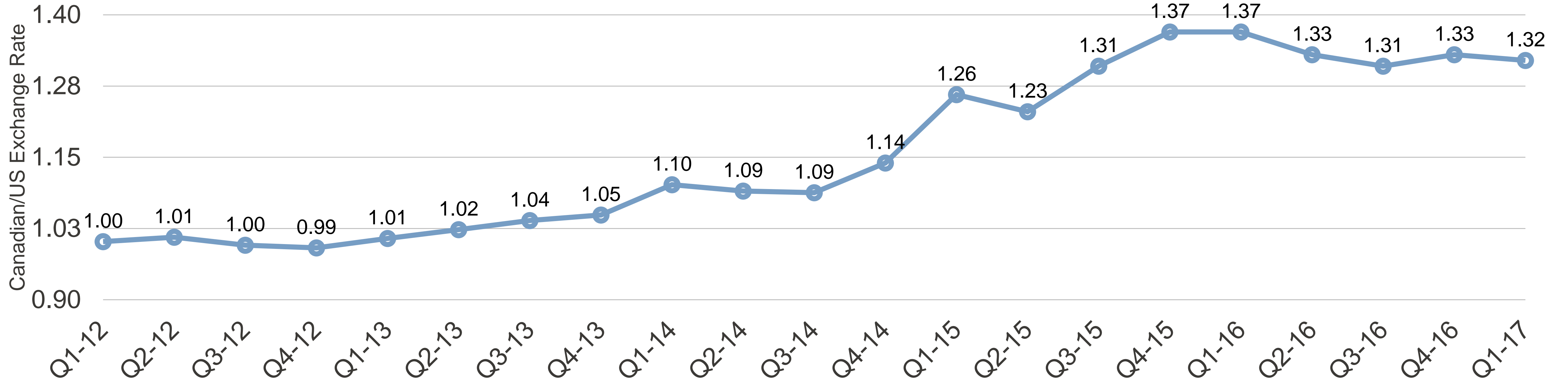
Certain statements in the forgoing may constitute forward-looking statements, which involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of Dynacor, or industry results, to be materially different from any future result, performance or achievement expressed or implied by such forward-looking statements. These statements reflect management's current expectations regarding future events and operating performance as of the date of this review.



# Gold Price Per Ounce (\$US)

The chart above shows the average quarterly \$US market price of gold over a five-year period.

● Canadian/US Exchange Rate

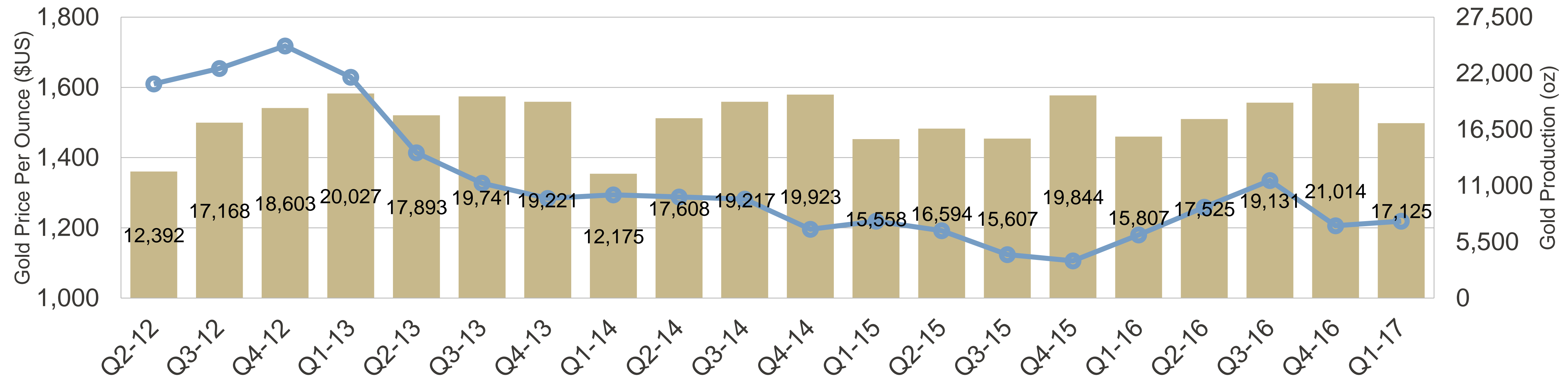


# Canadian/US Exchange Rate

Dynacor reports its financial results in US dollars. The operational labour costs are in local Peruvian sol, ore purchases are discounted to the international price of gold and in US dollars while the majority of corporate expenses are in Canadian dollars.

■ Gold Production (oz)

● Gold Price Per Ounce (\$US/oz)



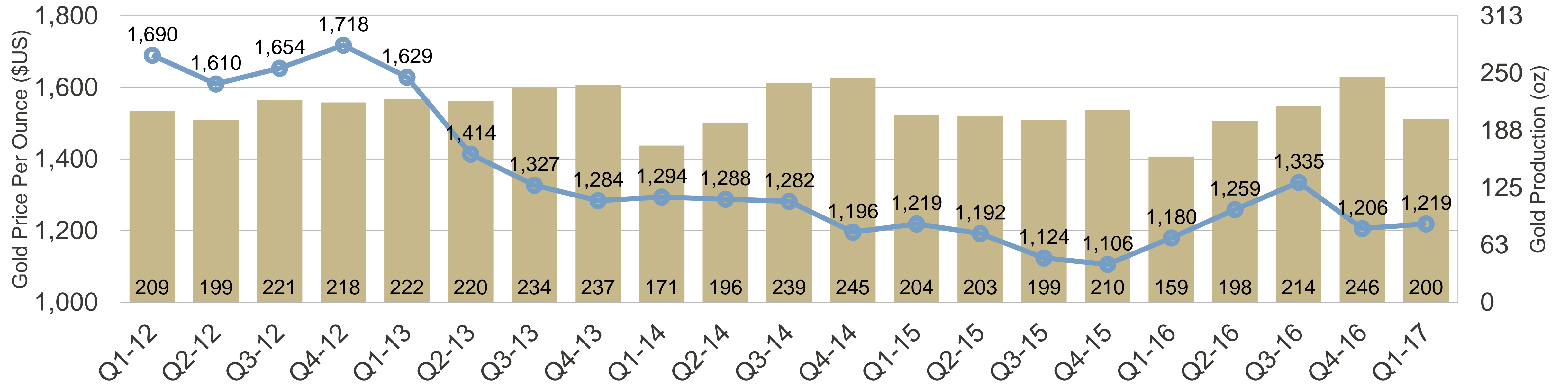
# Gold Production Ounces

During the first quarter ended March 31, 2017, Dynacor produced 17,125 ounces of gold.

The first quarter of 2017 was highlighted by extremely heavy rainfalls, occurring mostly in March, that caused extensive flooding and loss of lives in the northern regions of Peru. El Nino-like conditions that deployed near Peru's coast affected the overall miners' production and transport conditions during the later stages of Q1 and into the second quarter of 2017.

■ Average TPD (tonnes/day)

● Gold Price Per Ounce (\$US/oz)

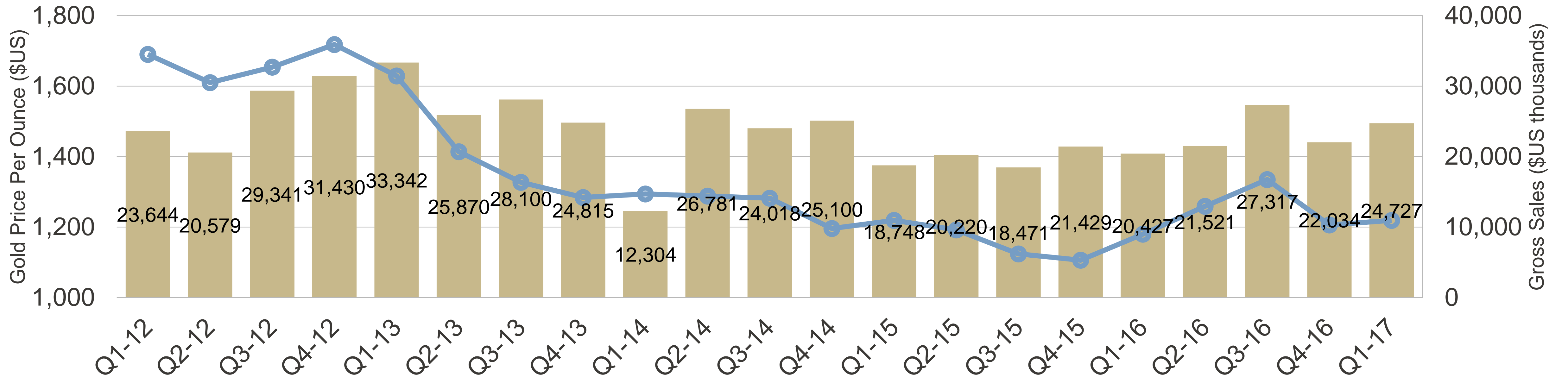


## Average TPD (tonnes/day)

During the first quarter ended March 31, 2017, the company averaged a daily ore throughput rate of 200 tonnes per day compared with 159 tpd in Q1 2016, a 25.8-per-cent increase. Over the last five years, Dynacor has processed gold at an average rate of 212 tonnes per day.

■ Gross Sales (\$US thousands)

● Gold Price Per Ounce (\$US)

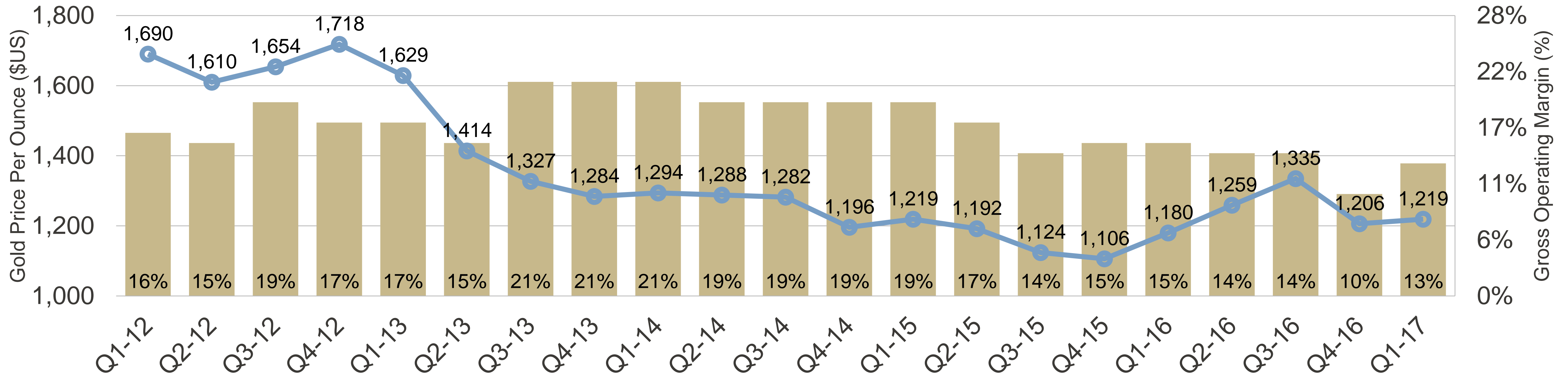


## Gross Sales (\$US thousands)

During the first quarter ended March 31, 2017, Dynacor reported sales of \$US 24.7 million.

■ Gross Operating Margin (%)

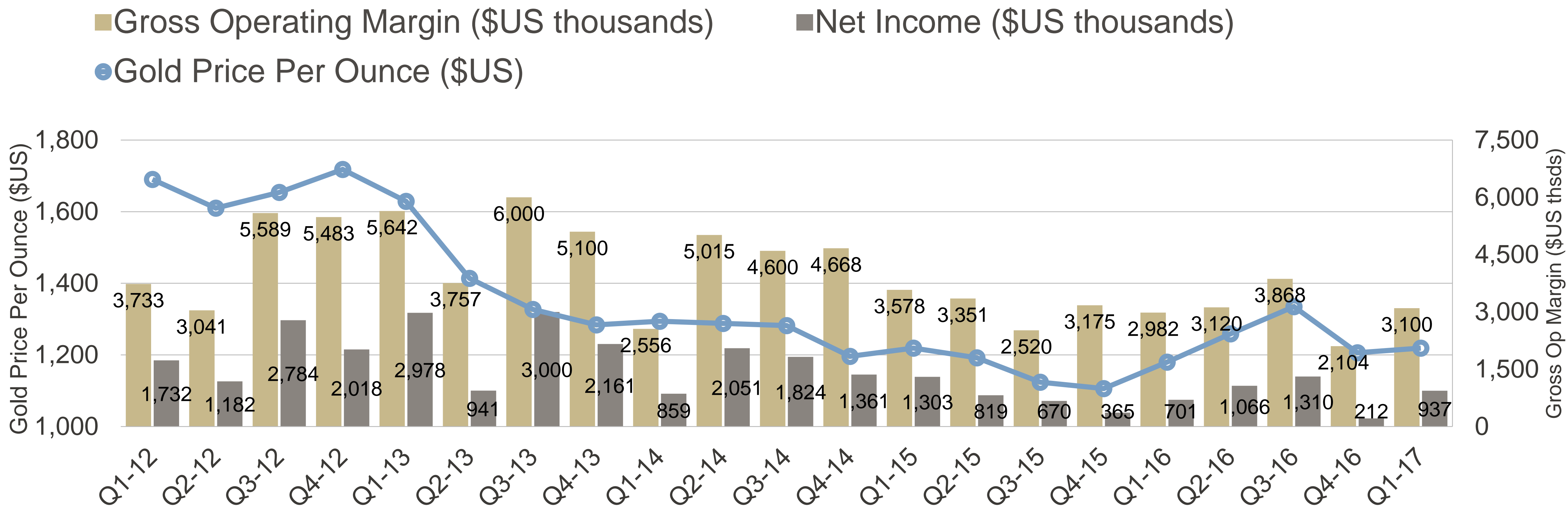
● Gold Price Per Ounce (\$US)



## Gross Operating Margin (%)

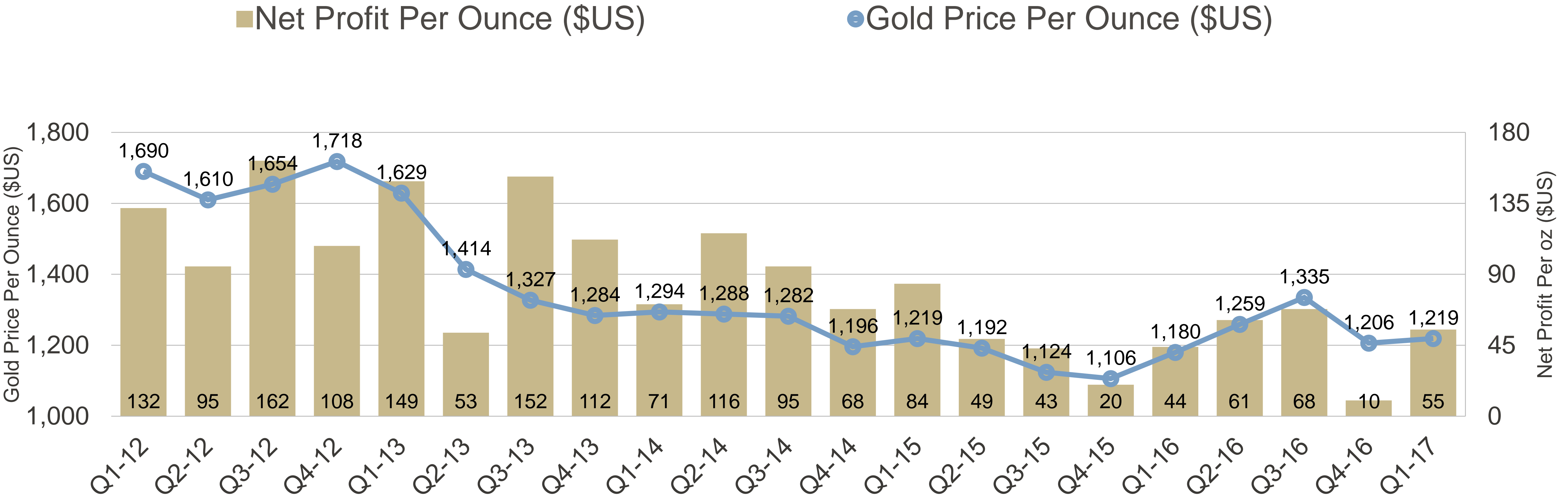
Despite challenges due to inclement weather conditions, the gross operating margin obtained in Q1 2017 (its second quarter of operations at the Veta Dorada plant) increased to 12.5 per cent, compared with 9.5 per cent during its initial quarter of operations (fourth quarter 2016).





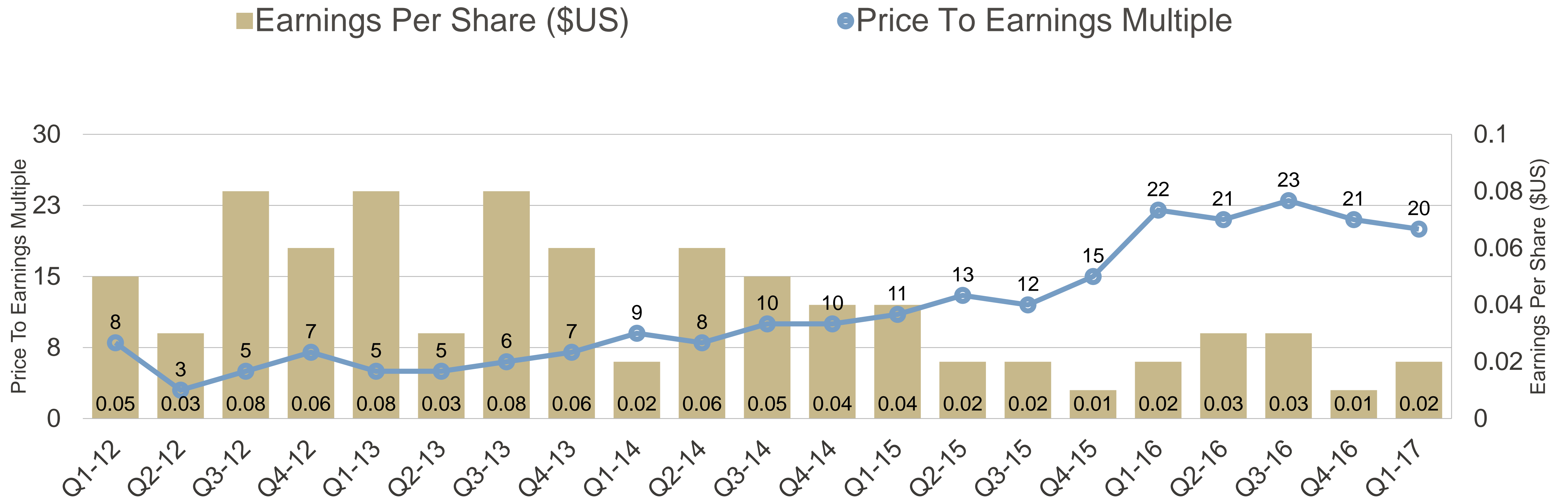
# Gross Operating Margin & Net Income (\$US thousands)

Net income was US \$937,000 in Q1 2017, compared with US \$701,000 in Q1 2016, an increase of 33.7 per cent between quarters.



# Net Profit Per Ounce (\$US)

Dynacor's average net profit per ounce in its second quarter of operation, the first quarter ended March 31, 2017 rose to \$55 per ounce. Notably in the fourth quarter ended December 31, 2016, the Corporation was in transitional and start up phase as it opened it's brand new ore processing plant, Veta Dorada in Chala, Peru.



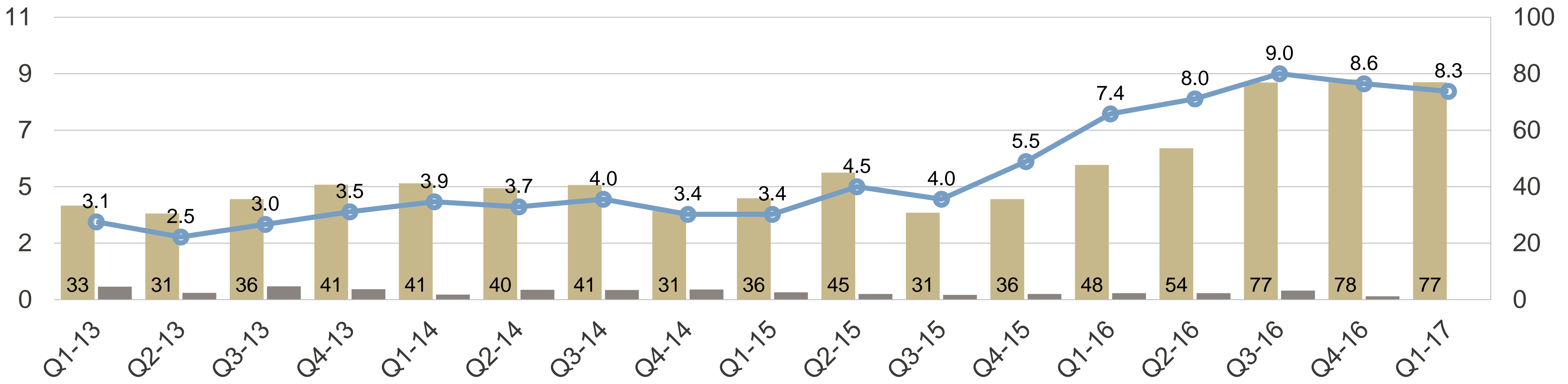
# Earnings Per Share & Price To Earnings Multiple (\$US)

In the first quarter ended March 31, 2017, the corporation earned US\$ 0.02 per basic share with an average PE (price to earnings multiple) of 20.

■ Enterprise Value (\$US millions)

■ EBITDA (\$US millions)

● EV/EBITDA Ratio (\$US)

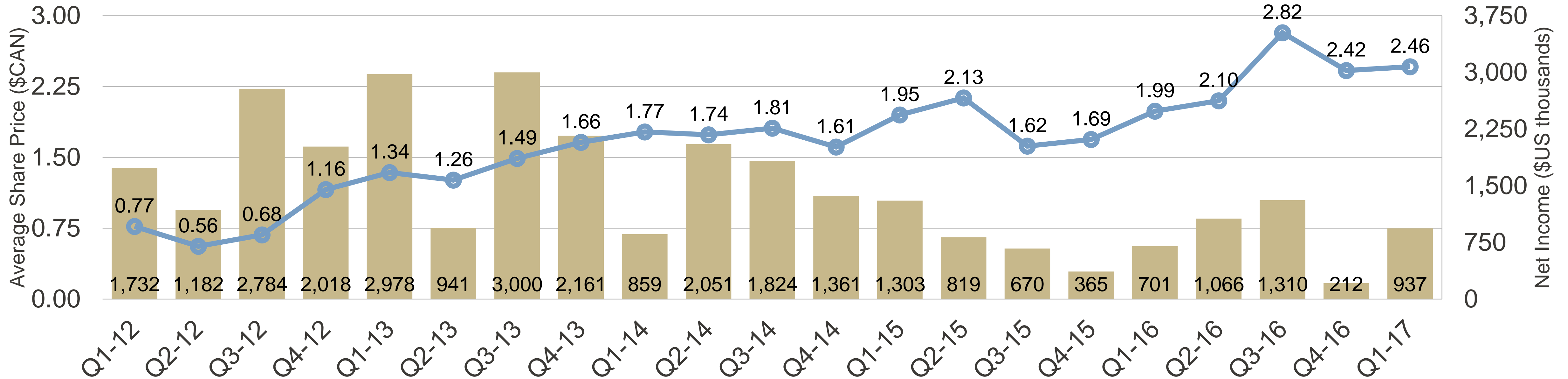


# Enterprise Value/EBITDA Ratio

As of March 31, 2017, Dynacor's enterprise value (EV) (market cap + total liabilities - cash - gold dore bars) is US \$ 77 million.

■ Net Income (\$US thousands)

● Average Share Price (\$CAN)



# Net Income & Average Share Price

Dynacor's average share price during the first quarter ended March 31, 2017 was \$CAN 2.46 per share. As of the time of this writing (April 6, 2017) Dynacor's share price is \$CAN 2.02 per share.



Dynacor Gold Mines Inc. is a gold production corporation headquartered in Montreal, Canada. The Corporation is engaged in production through its government approved ore processing operations. At present, Dynacor produces and explores in Peru where its management team has decades of experience and expertise. In 2016, Dynacor produced 73,476 ounces of gold, a 9% increase as compared with 2015 (67,603 ounces in 2015). In 2017, the corporation is targeting 88-92,000 ounces of gold production, a 20% increase from the previous calendar year. Dynacor trades on the Toronto Stock Exchange (DNG) and the OTC in the United States under the symbol (DNGDF).

The March 31, 2017 financial statements and analysis are available on the corporation's website. The documents have been filed electronically with S E D A R .

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