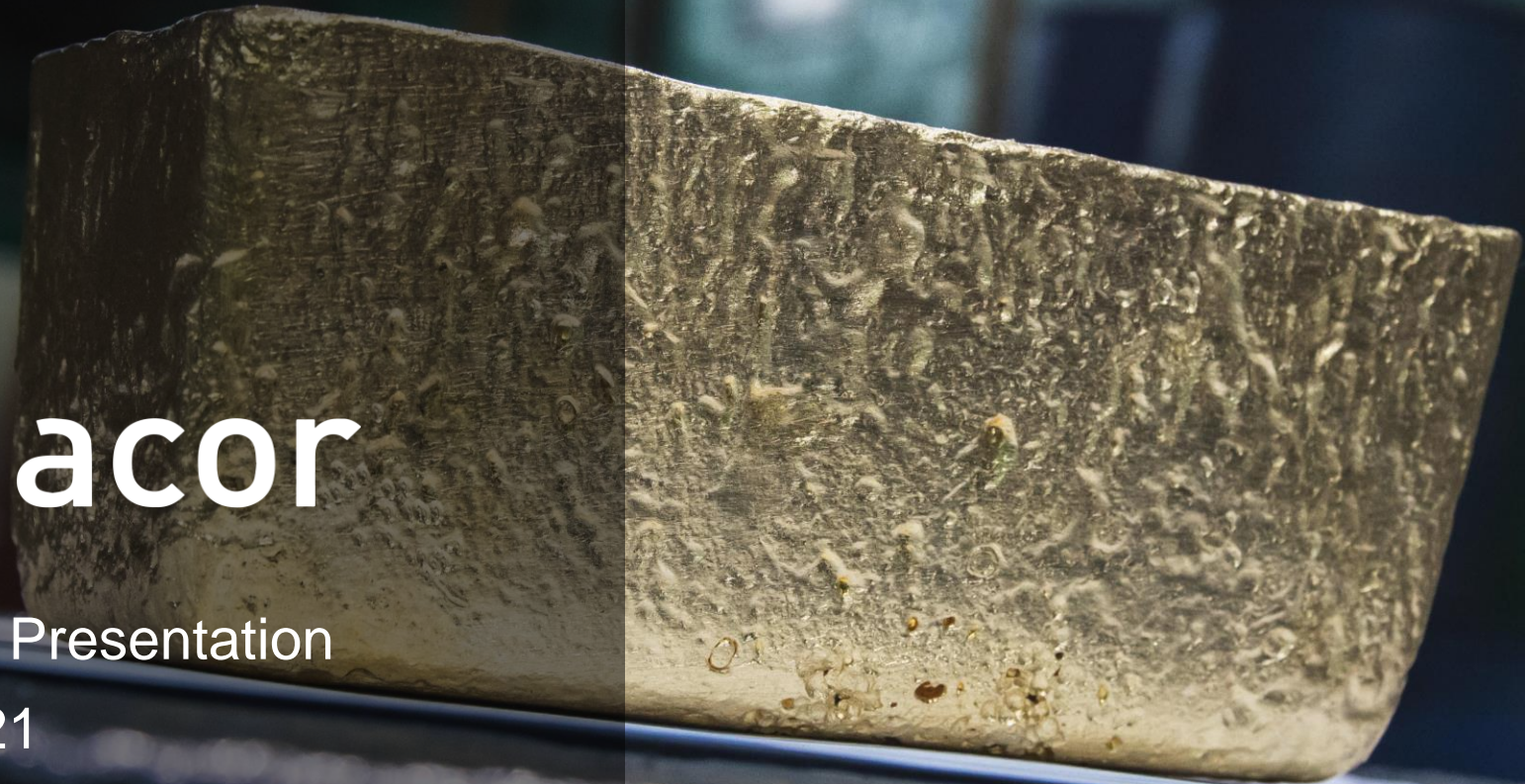




# dynacor

Corporate Presentation

March 2021

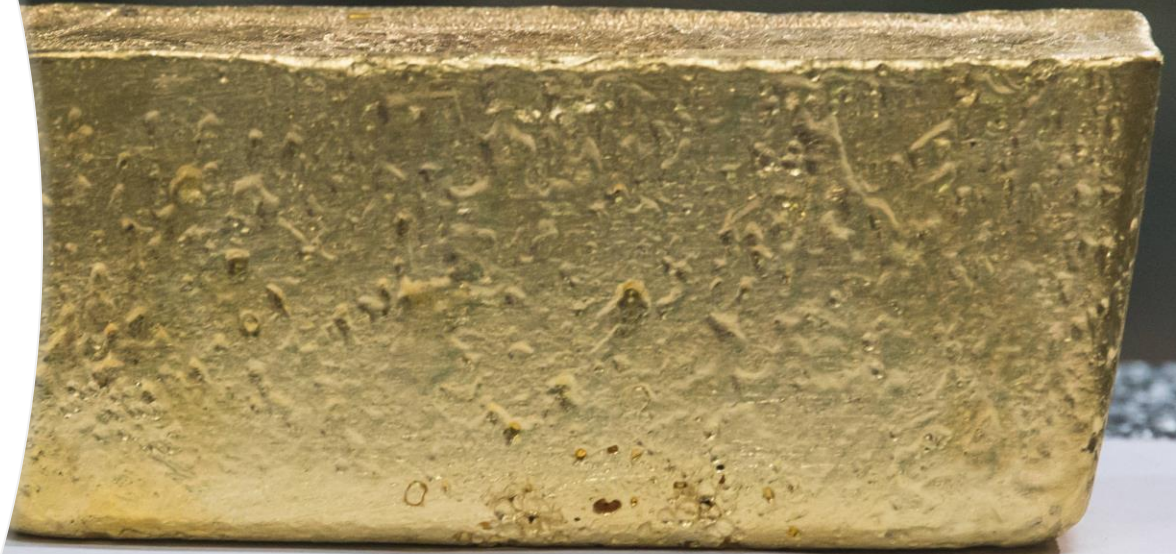


---

- This presentation contains certain forward-looking statements regarding operational information, future exploration and development plans and anticipated future production. Words such as, potential, “building” “inferred”, “if”, “will”, “expect”, “forecast”, “estimate”, “consider”, “may”, “possible” and similar expressions have been used to identify these forward-looking statements. These statements are management’s current beliefs and are based on information currently available to management.

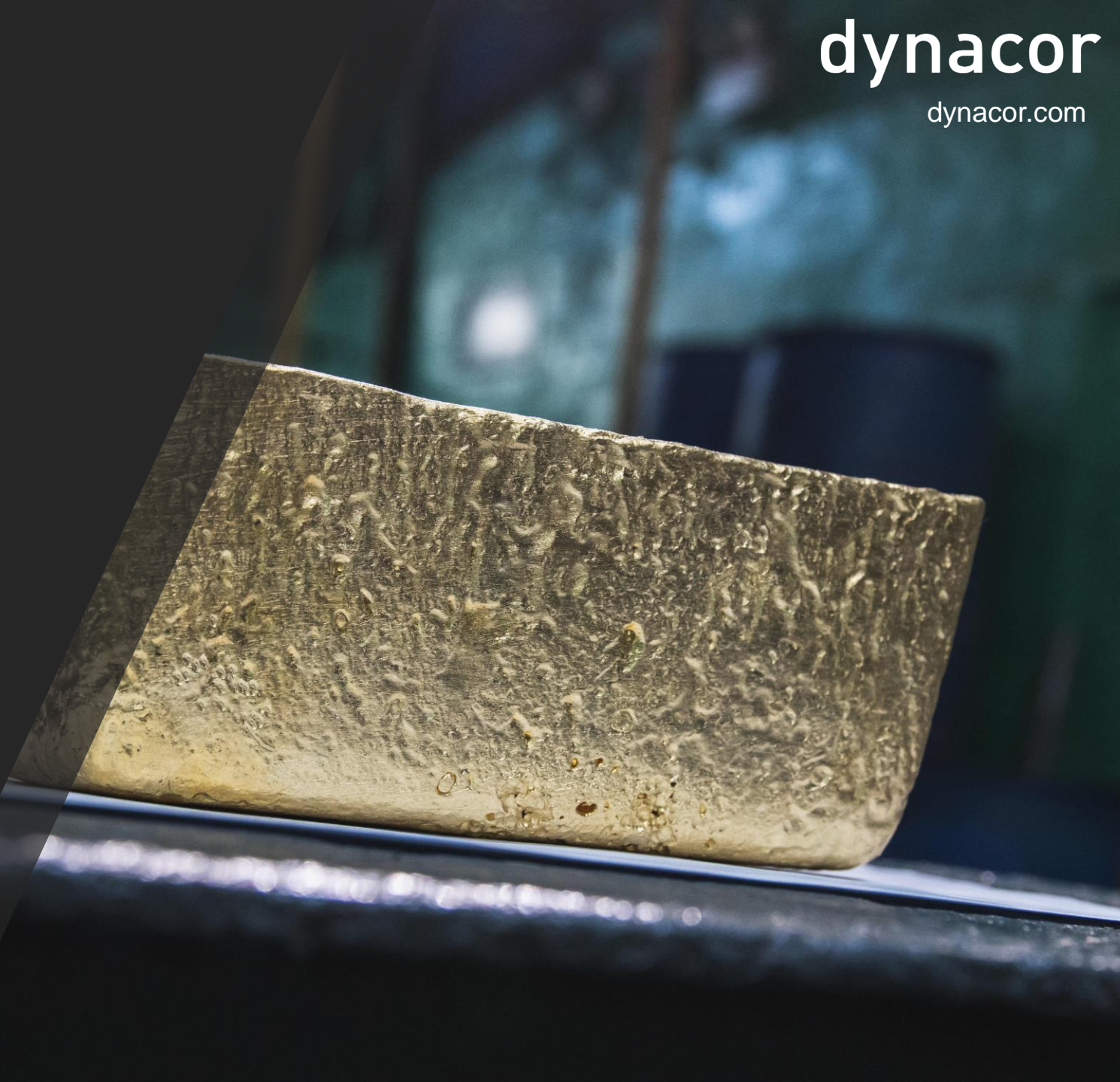
- Forward-looking statements involve significant risk and uncertainties. A number of factors could cause actual results to differ materially from the results discussed in the forward-looking statements including, but not limited to, changes in general economic, political and market conditions and other risk factors. Although the forward- looking statements contained herein are based upon what management believes to be reasonable assumptions, management cannot assure that actual results will be consistent with these forward-looking statements. Investors should not place undue reliance in forward-looking statements.

- Forward-looking statements and other information contained herein concerning the metals and mining industry and Dynacor’s general expectations concerning the industry are based on estimates prepared by management. Management uses data from publicly available industry sources as well as from private sources, industry analysis and on assumptions based on data and knowledge of the industry which the Company believes to be reasonable. However, this data is inherently imprecise. While Dynacor is not aware of any misstatements regarding any industry data presented herein, the industry involves risks and uncertainties and is subject to change based on various factors. There is no certainty the projections will be met.



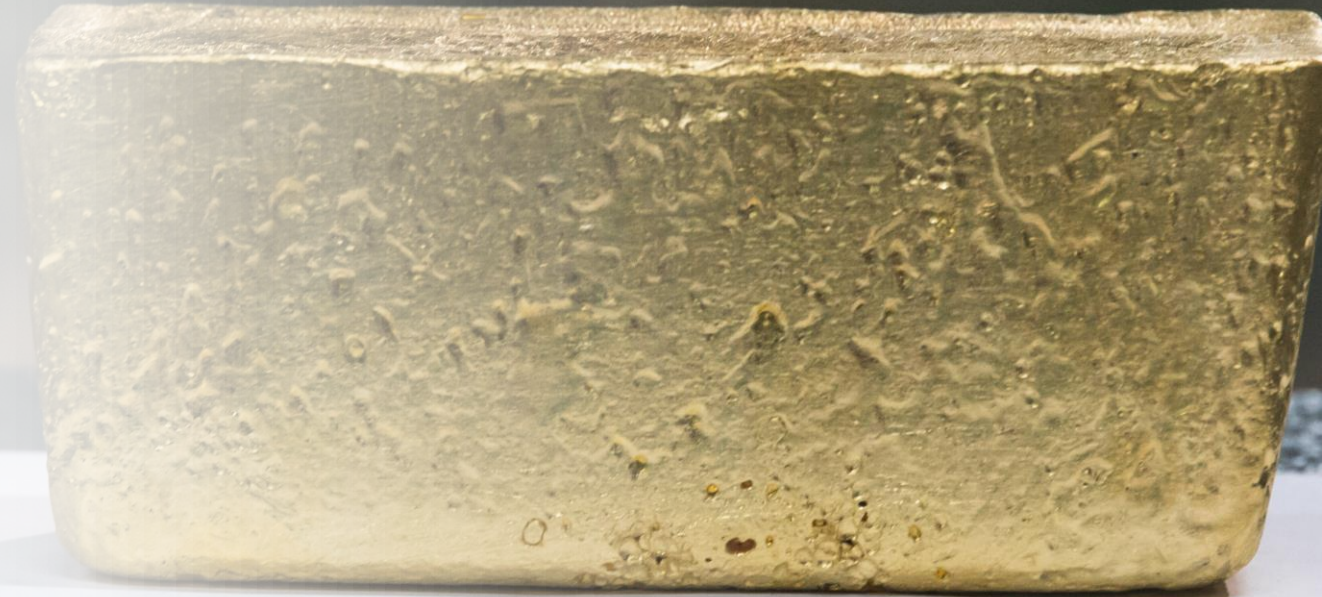
# About Dynacor

- An industrial gold ore processor
- Committed to shareholder returns through monthly dividend stream and stock buyback program
- Engaged in metal sales through the processing of ore purchased from the ASM (artisanal small-scale mining) industry
- Environmentally and socially responsible gold sales through PX IMPACT® gold program
- Fine luxury watchmakers pay premiums for certified clean PX IMPACT® gold
- Decades of experience servicing the ASM industry
- Potential to create value through the drill bit at 100% owned Tumipampa gold project
- \*US\$16.6 million (C\$22.1 million) in cash and debt-free
- Listed on the Toronto Stock Exchange under the symbol DNG and OTC (DNGDF)

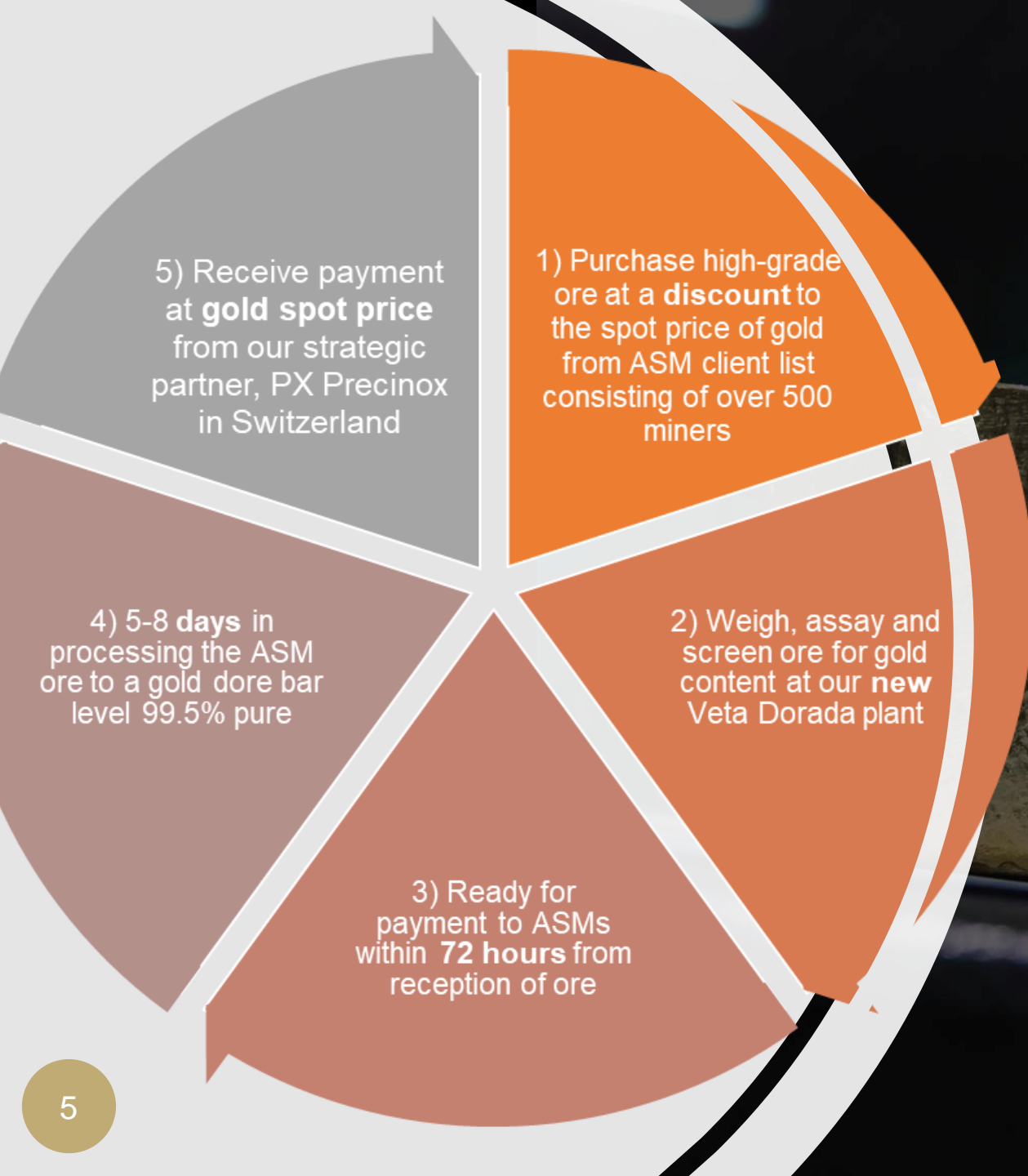


## Working towards 10th Consecutive Year of Profit

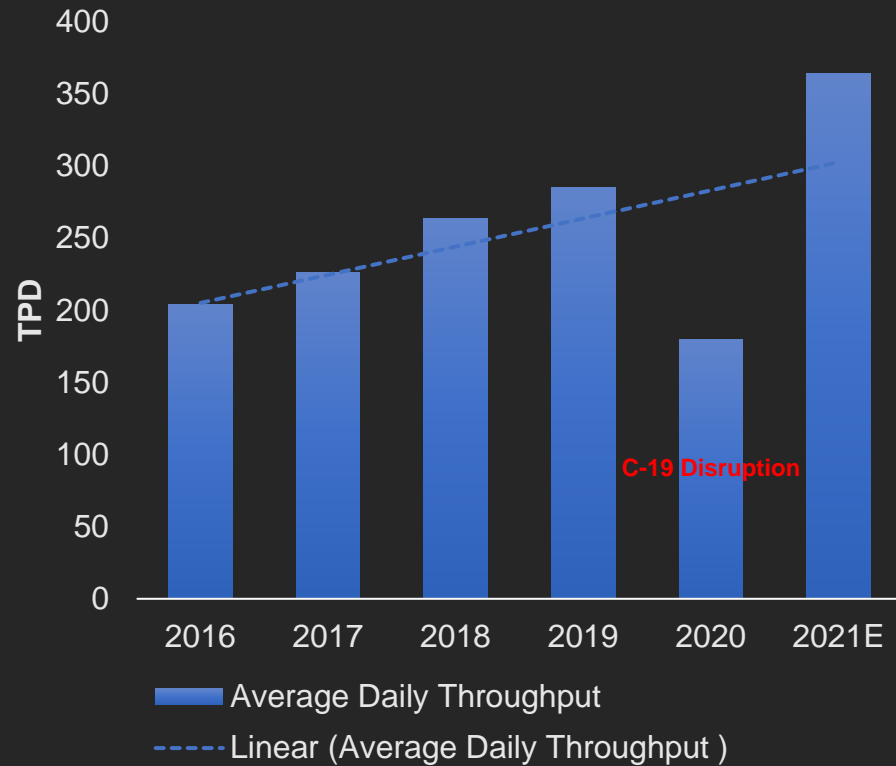
- Plans to leverage 22 plus years of expertise and expand business model globally
- Strategic partnership with Swiss based refiner, PX Precinox | PX GROUP
- \*Strong balance sheet with no debt and US\$16.6 million (C\$22.1 million) in cash reserves (as of Q3-2020 report)
- Non-dilutive business model with only 39 million shares outstanding (last equity financing in 2010)



# Our Business Cycle of Success



# Stability Fosters New and Significant Growth Stage in 2021



1. Calculated at 335 operating days for the year



# Gold Price Sensitivity – 2021 Financial Guidance

Change in Average Gold Price%	Average Gold Price US\$ oz	Sales Guidance US\$ (C\$) (Millions)	Earnings Per Share US\$ (C\$)
-30	1295	105 (134)	0.12 (0.16)
-25	1388	112 (143)	0.13 (0.17)
-20	1480	120 (153)	0.14 (0.18)
-15	1573	127 (162)	0.15 (0.19)
-10	1665	135 (172)	0.16 (0.20)
-5	1758	142 (181)	0.17 (0.21)
<b>0</b>	<b>1850</b>	<b>150 (191)</b>	<b>0.18 (0.23)</b>
5	1943	157 (200)	0.19 (0.24)
10	2035	165 (210)	0.19 (0.25)
15	2128	172 (220)	0.20 (0.26)
20	2220	180 (229)	0.21 (0.27)
25	2313	187 (239)	0.22 (0.28)
30	2405	195 (248)	0.23 (0.29)

**2021 financial forecast:**

- Total sales of \$150-million (U.S.) (\$191-million (Canadian));
- Earnings per share US\$0.18 (C\$0.23);
- Cash flow per share US\$0.27 (C\$0.34).

1. Assumes 2021 average Canadian-dollar/U.S.-dollar exchange rate of 1.273 to 1;  
 2. 2021 financial guidance is based on an average gold price of \$1,850 (U.S.) per ounce  
 3. Cash flow per share is a non-international financial reporting standard performance measure with no standard definition under IFRS; therefore, it is possible this measure will not be comparable with a similar calculation of another corporation; Dynacor believes that cash flow from operating activities provides useful information to investors in assessing the corporation's financial condition and operating results;  
 4. Free cash flow being defined by the operating cash flow less cash flow from investing activities.

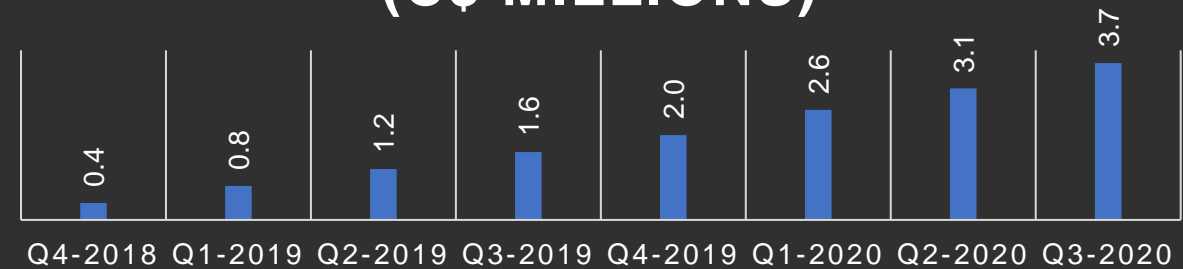
## Financially Solid & Committed to Shareholder Returns

In 2019, Dynacor declared an increase in the quarterly dividend payment by 50%

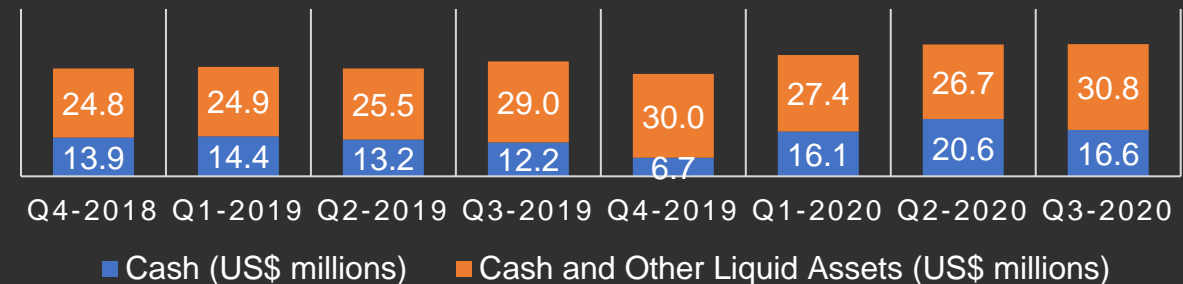
The dividend policy is a key component to Dynacor's strategy to return cash to shareholders.

**FEB 2021 - DYNACOR  
ANNOUNCES CHANGE TO NEW  
MONTHLY DIVIDEND PAYMENT  
FREQUENCY AND DECLARES A  
\$0.005 DIVIDEND**

### CUMULATIVE DIVIDENDS PAID TO SHAREHOLDERS (C\$ MILLIONS)

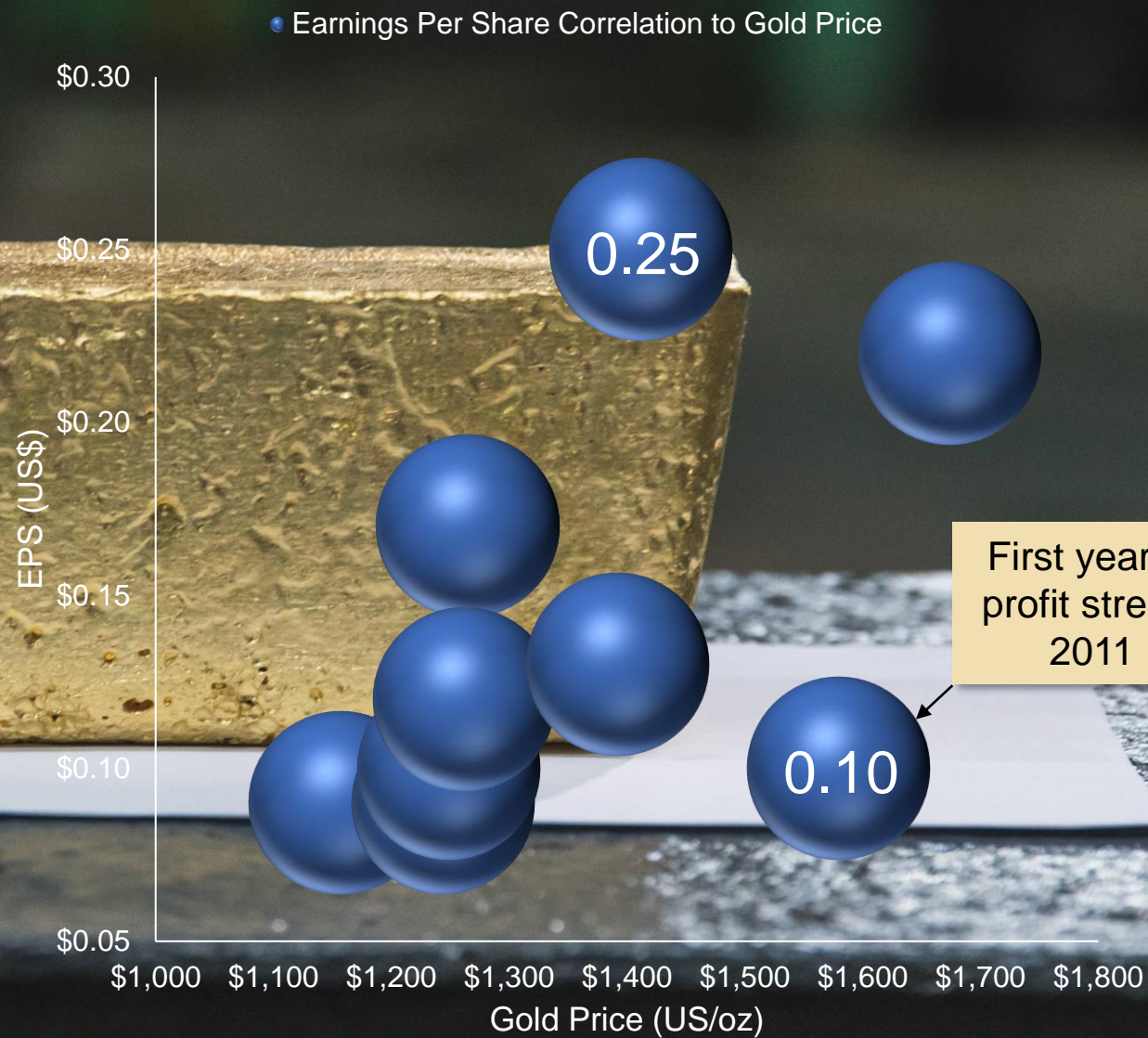


### CASH AND OTHER LIQUID ASSETS (US\$ MILLIONS)





Earnings per share  
(US\$) correlation  
to gold price  
(US/oz)  
2011-2019





# A Proven Leader in Corporate Social Responsibility



- Funding, participating and developing the ASM's (artisanal small-scale mining) communities' education, health and social services through our PX IMPACT® certified clean gold program
- The impact of Dynacor's activities and the well-being of artisanal mining communities are at the heart of our social responsibility awareness. It is important that our actions have a positive economic and social impact on the communities in which we operate
- Video presentation:  
[https://youtu.be/s\\_VF52otpY4](https://youtu.be/s_VF52otpY4)

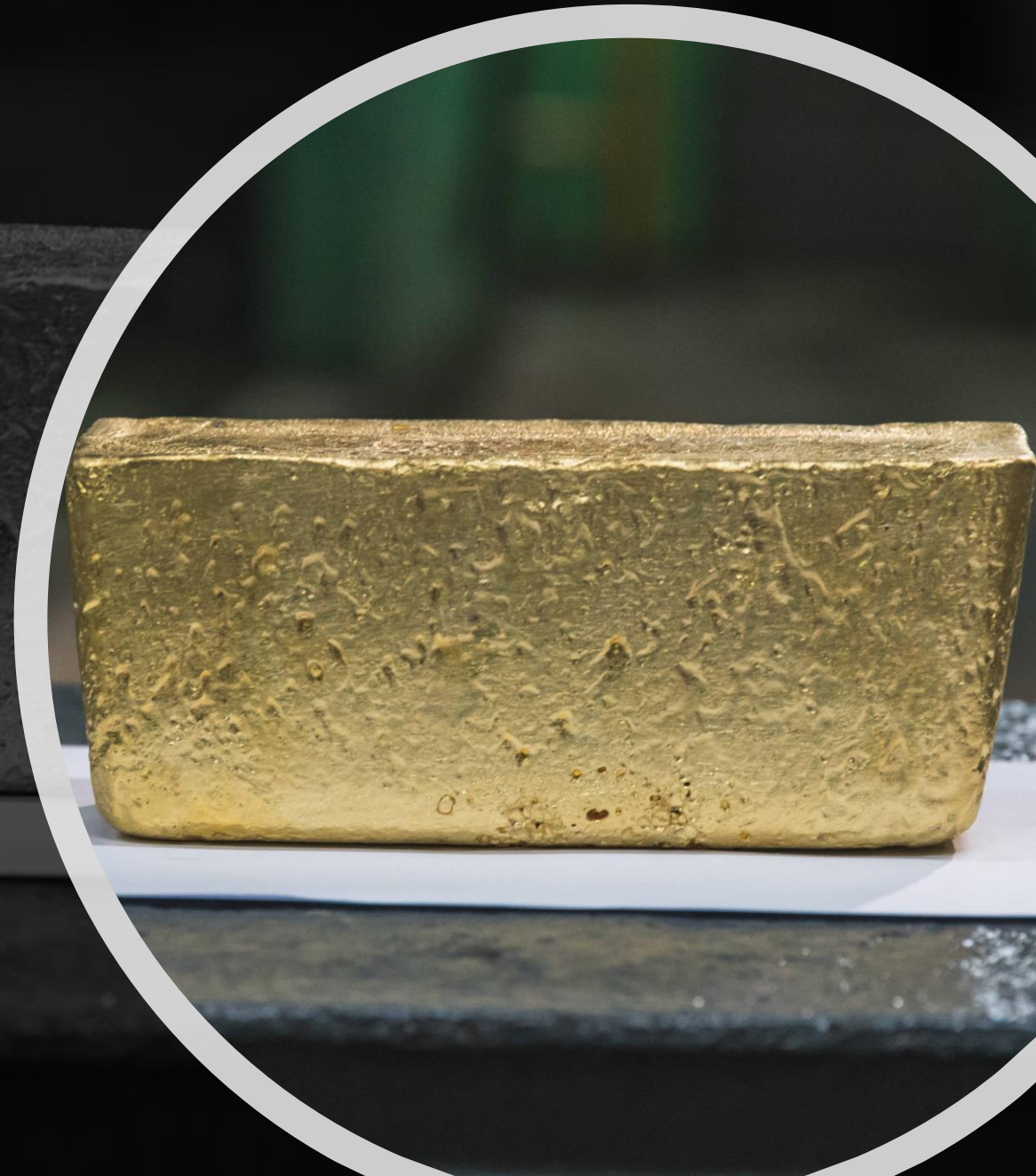
# Dynacor's PX IMPACT® Clean Gold Program

- Environmental, social and ethical practices that respect human rights are an integral part of the PX IMPACT® clean gold program
- An **investment premium** paid by PX Precinox customers on the PX IMPACT® clean gold program
- A lasting & positive contribution to the economic, social and environmental development of our mining communities
- Guarantees complete traceability across the gold ore supply chain coming from government registered miners
- 100% of the **premium** paid is invested into the ASM mining communities



## Fine Luxury Watchmakers Pay A Premium For Certified Clean Gold from Dynacor's PX IMPACT®

- Dynacor's PX IMPACT® buyers are willing to pay for the guarantee of our gold's traceability and purity in the form of a purchase premium
- This business to business approach in the gold supply chain is the first of its kind
- Significantly benefits the small-scale mining communities that supply the mineralized gold ore to Dynacor

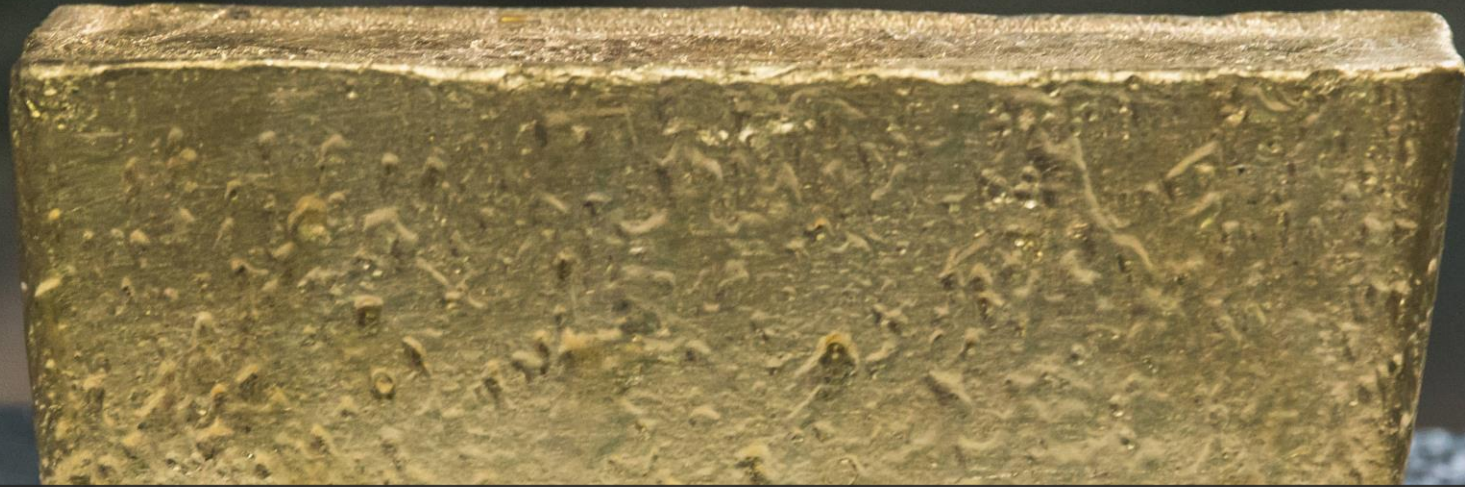


# Gold Pouring Operations in Peru since 1998

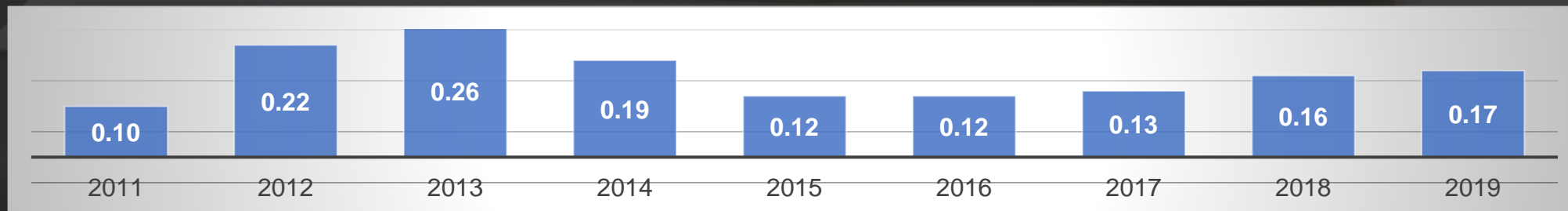
## 2016 Ore-Processing Expansion Overview

- ❑ USD 16 million CAPEX
- ❑ New and modern 300 TPD (tonnes per day) plant opened in 2016
- ❑ Designed for up to 600 TPD expansion
- ❑ CIP (carbon-in-pulp) circuit includes weighing, assaying, crushing and milling on site
- ❑ In the hub of ASM high-grade operations (South Peru)
- ❑ Strategically located 5 km (15 minutes) off the main Pan American Highway
- ❑ Operating on full electrical power via national grid

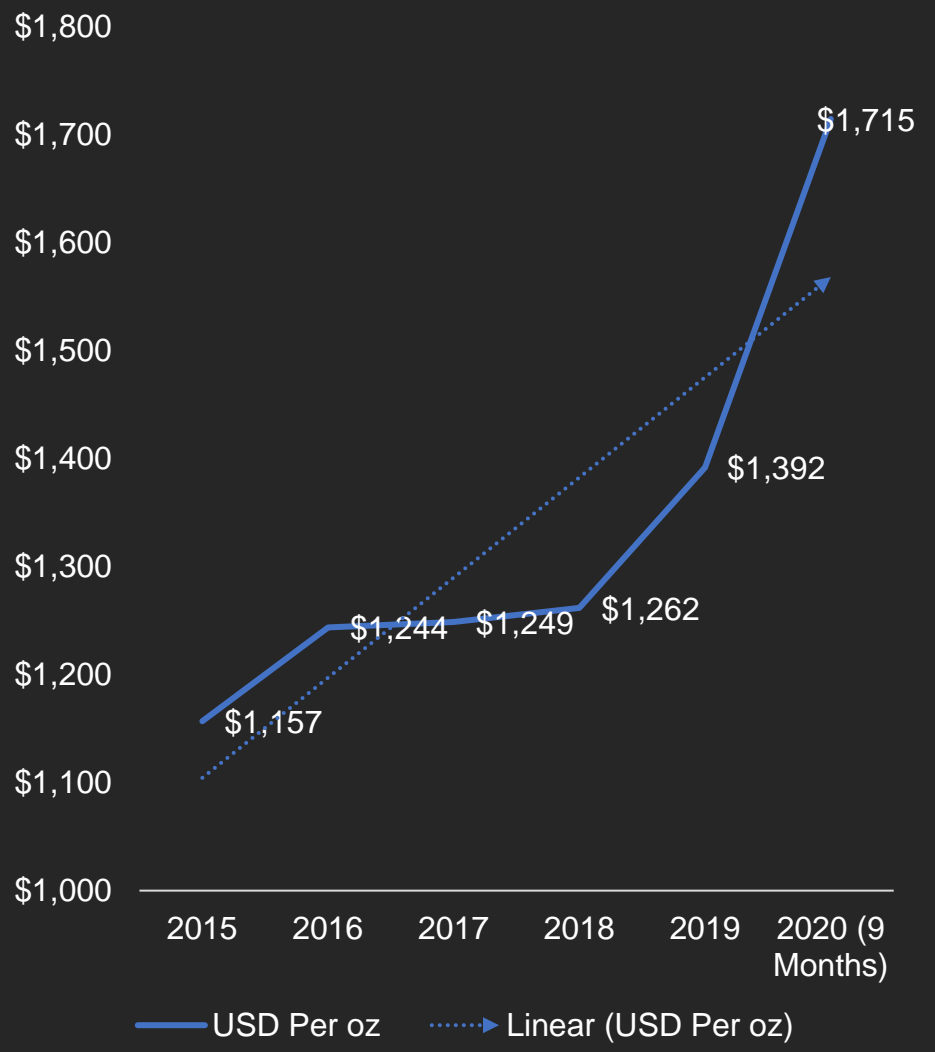




## EPS History (C\$)

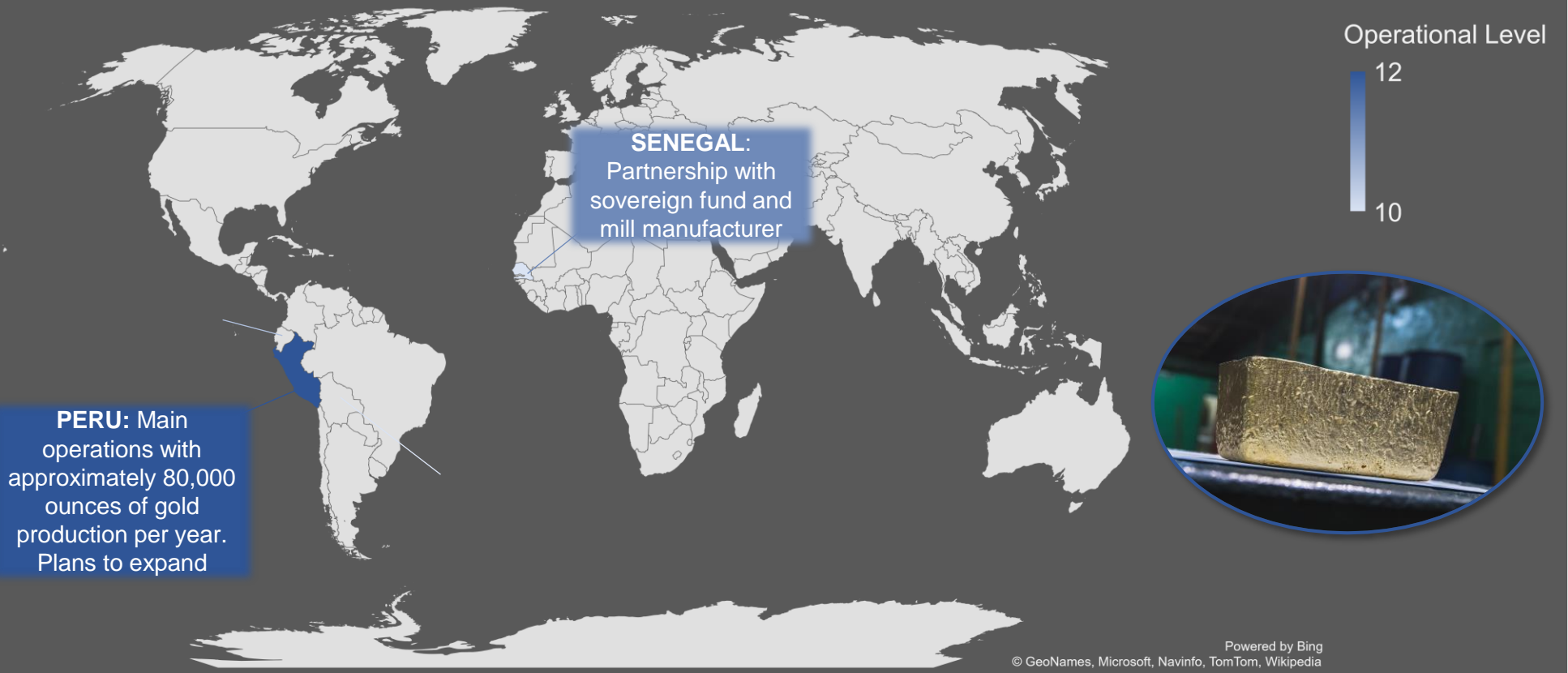


The Gold Average Selling Price Picture



# 2021 Upshifting To International Status

Countries With Dynacor's Operations and Future Expansion Targets







# Senegal's ASM Industry Rapidly Gaining Ground

- Senegal, with a high-growth economy of 6%, is one of Africa's most stable and gold-rich countries hosting upwards of 10,000 ASMs
- Mining in Senegal at the artisanal level started in the Sabodala area in the 1960s, but it took place more extensively in the 1990s
- In the last decade, the ASM industry has increased dramatically with people coming in from southeast Senegal, Mali, Guinea, Burkina Faso, Benin, Cote d'Ivoire, Ghana, Gambia, etc.
- Senegal still trails some of the other countries in small-scale mining and gold production (Mali, Ghana, Sierra Leon and Nigeria) but is rapidly gaining ground
- Dynacor's direct contacts with multiple government representatives, Ministries, various services and consultants together with our new gold ore-processing plant will significantly benefit the Senegal ASM industry.



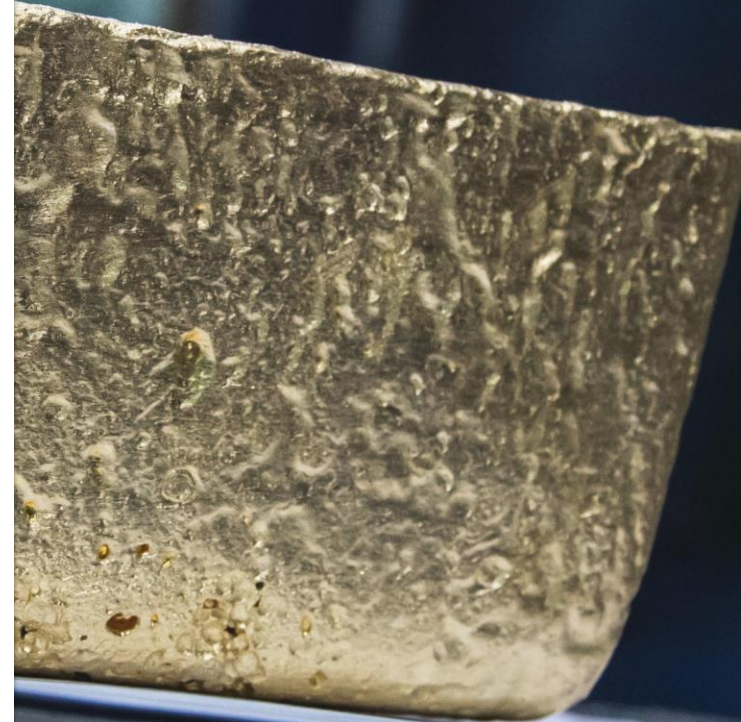
## Other Assets (Exploration Properties)

### 1) Tumipampa (South Central Peru)

- Advanced stage exploration property
- Agreement with ASM mining crew and ore deliveries to Veta Dorada ore processing plant
- Awaiting community approval to commence drilling

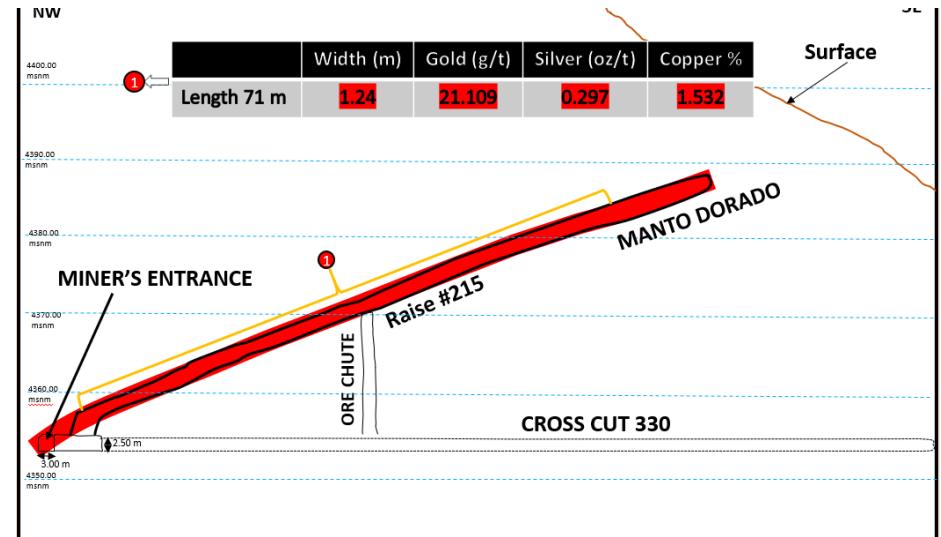
The first phase of twelve (12) drill holes:

- Totalling 4,410 meters
- Priority 1 targets to be 2735 m (8 holes)
- Priority 2 targets to be 1500 m (4 holes)



## • TUMIPAMPA ASM AGREEMENT

- Artisanal miners extracting mineralized material from a 71-meter long raise averaging 21.109 g/t Au directly above the Manto Dorado
- As part of the working plan, Dynacor purchases the mineralized material from the artisanal miners which is then processed at its Veta Dorada plant
- 2021 working to increase mining crews at Tumipampa to four from one



# ON TARGET TO UNLOCK AND MAXIMIZE TUMIPAMPA'S ORE BODY POTENTIAL THROUGH THE DRILL BIT

## Tumipampa Drill Program ~

### Priority 1 Targets (Disseminated Zone)

**Breccia Sumac:** The positive geophysical and surface channel results have defined six (6) shallow high priority drill targets on the Breccia Sumac. The drill targets are plotted to intersect with the highest value geophysical readings and surface channel location reporting high anomaly of gold results collected in the past.

The Breccia Sumac drill targets:

- To drill chargeability anomalies near the surface down to 300 m

**Esperanza Fault:** One (1) high-priority drill target due to the positive geophysical result related to the extension of the Esperanza Fault

- To drill chargeability and resistivity anomalies near the surface down to 200 m

**Diana Fault:** One (1) additional high priority drill target is defined in the Diana Fault which may be related to the Breccia Sumac anomalies.

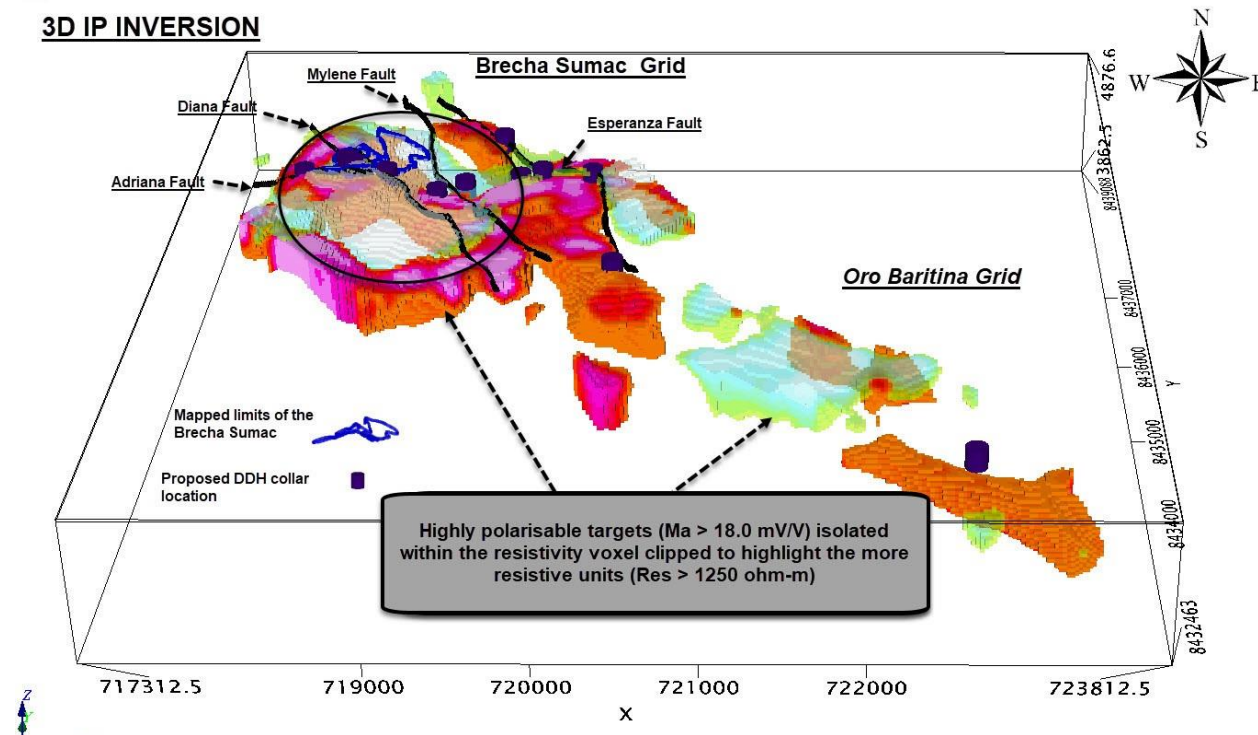
- To drill chargeability and resistivity anomalies near the surface down to 300 m

### Priority 2 Targets

Four additional (4) drill targets totalling 1500 m will test other high geophysical anomalies

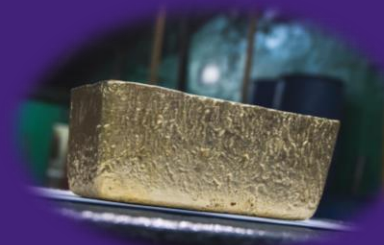
The planning of the phase two drilling program will commence after the reception of the assay results from the first phase.

### 3D IP INVERSION



## PLANNED DRILLING CAMPAIGN (US \$2.4M – covered with internal cash)

- The first phase of twelve (12) holes:
- Totalling 4410 meters
- Priority 1 targets to be 2735 m (8 holes)
- Priority 2 targets to be 1500 m (4 holes)



# Corporate Snapshot Q3-2020

## Market Summary

Stock Price (Q3-2020: VWAP)	C\$2.16
Ticker Symbol	DNG – TSX DNGDF OTC
Shares Outstanding (Basic)	39M
Warrants	Nil
Quarterly Dividend	C\$0.015
Dividend Yield	3%
Insider Ownership <small>(As of August 31, 2020)</small>	8%
<b><u>Capital Structure</u></b>	
Market Capitalization	C\$84 million
Debt	Nil

Note: As of September, 2020

# DYNACOR Gold Mines Inc.

## Head Office

625 René-Lévesque Blvd West, Suite 1200  
Montreal (Quebec)  
H3B 1R2 CANADA

[investors@dynacor.com](mailto:investors@dynacor.com)

514.393.9000 #230

