



dynacor

Corporate Presentation

October 2021

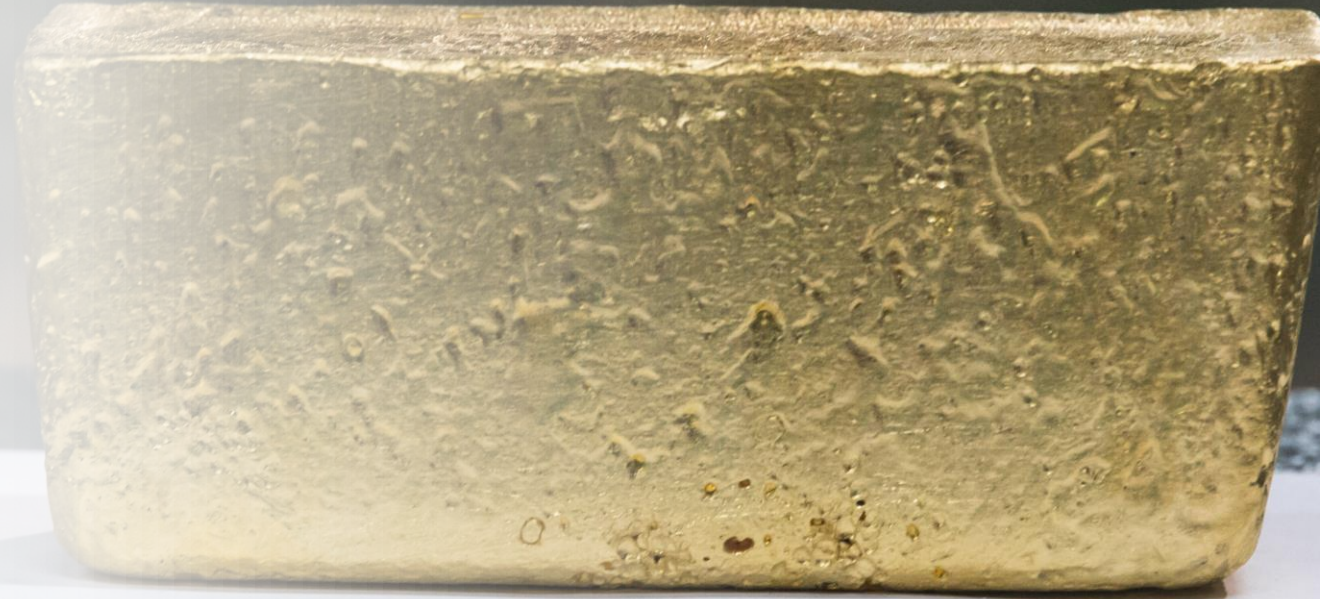




- This presentation contains certain forward-looking statements regarding operational information, future exploration and development plans and anticipated future production. Words such as, potential, “building” “inferred”, “if”, “will”, “expect”, “forecast”, “estimate”, “consider”, “may”, “possible” 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 undo 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 environmentally and socially responsible industrial gold ore processor
- Committed to shareholder returns through monthly dividend stream and stock buyback program
- An alternative gold company investment with a proven and profitable business model
- Engaged in precious 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
- *US\$13.4 million in cash and debt-free
- Listed on the Toronto Stock Exchange under the symbol DNG



10 Consecutive Years of Profit

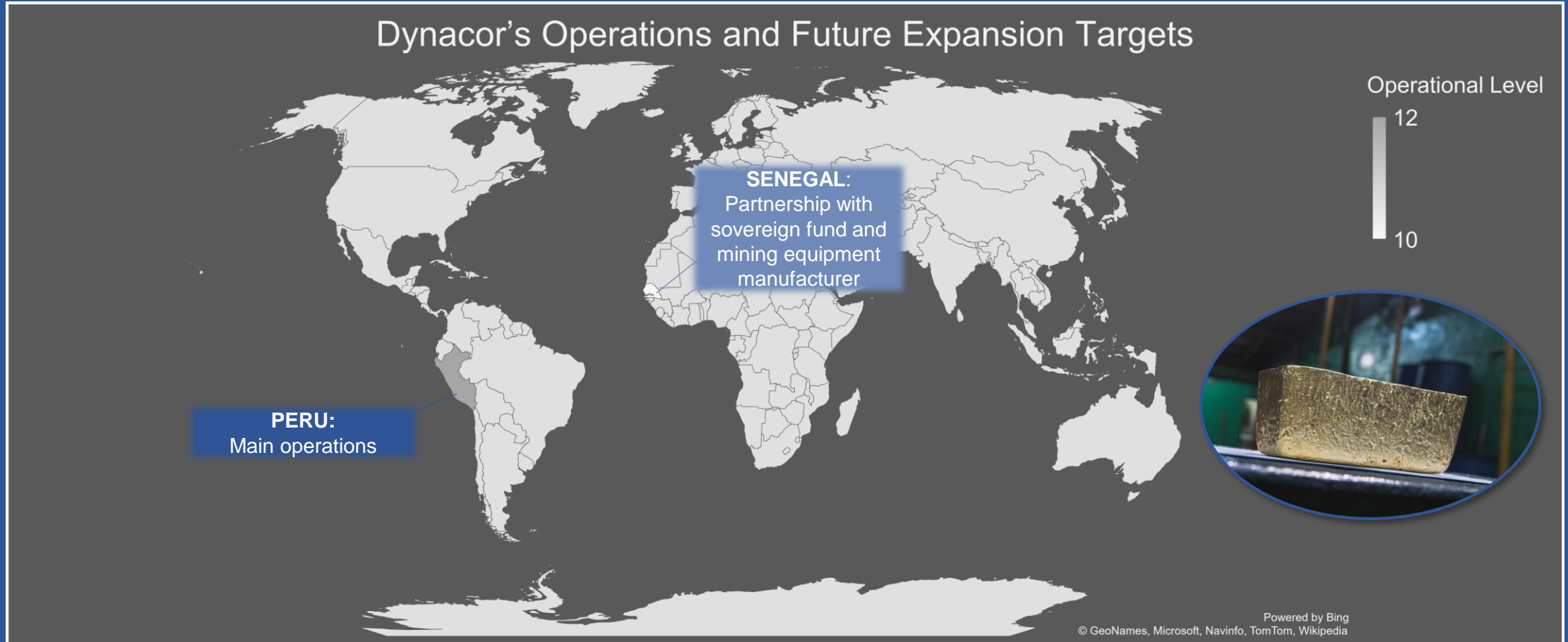
- Peru's largest ASM ore purchaser and processor
- Dynacor aims to become the world's leading processor of artisanal, environmentally and socially responsible gold ore
- Plans to leverage 22 plus years of expertise and expand business model globally
- Strategic partnership with Swiss based refiner, PX Precinox | PX GROUP
- *Strong balance sheet with no debt and US\$13.4 million in cash reserves (as of Q2-2021 report)
- Non-dilutive business model with only 39 million shares outstanding (last equity financing in 2010)



Working With ASMs in Peru Since 1998



Future Expansion to Senegal



Production Process

1 Production

Through our subsidiary Veta Dorada, we buy ore from Artisanal Small Miners (ASM) enlisted in the formalizing process of the Peruvian Government.

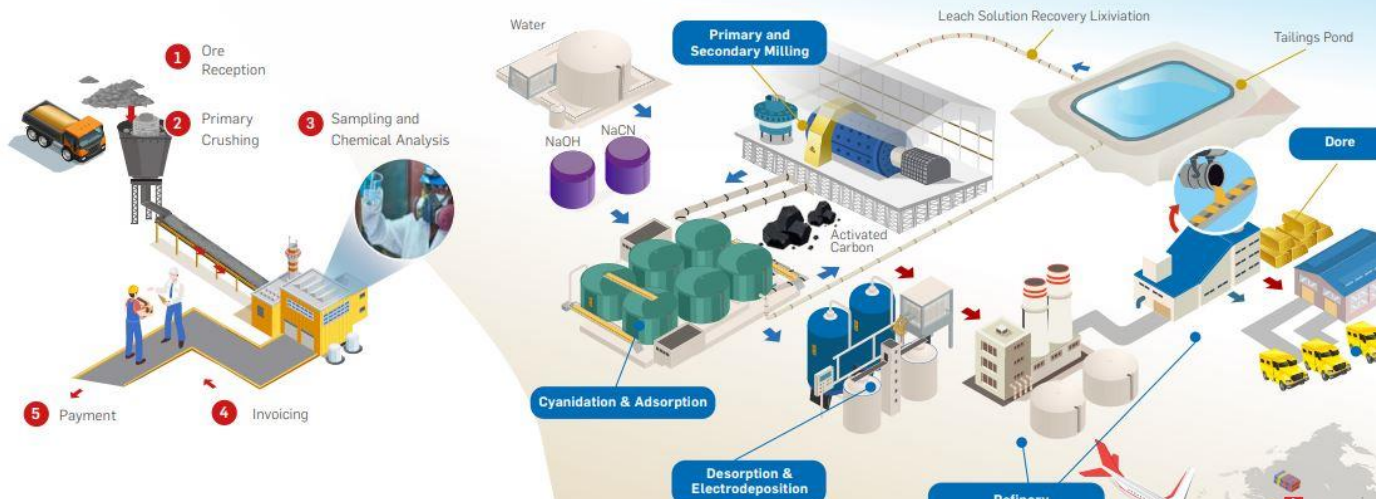


Purchasing Offices

- Trujillo
- Chimbote
- Nasca
- Chala
- Secocha
- Misky
- Pedregal
- Juliaca

2 Processing

The **Veta Dorada Plant** has a processing capacity of 340 TM/D. It is located in Chala District, Arequipa, Peru.



• We have implemented a Compliance System for Money Laundering Prevention and Terrorist Financing (ML/TF) focused on risks through which acts of corruption and Money Laundering are also prevented. In our production areas there is no child or forced labor.

3 Transport

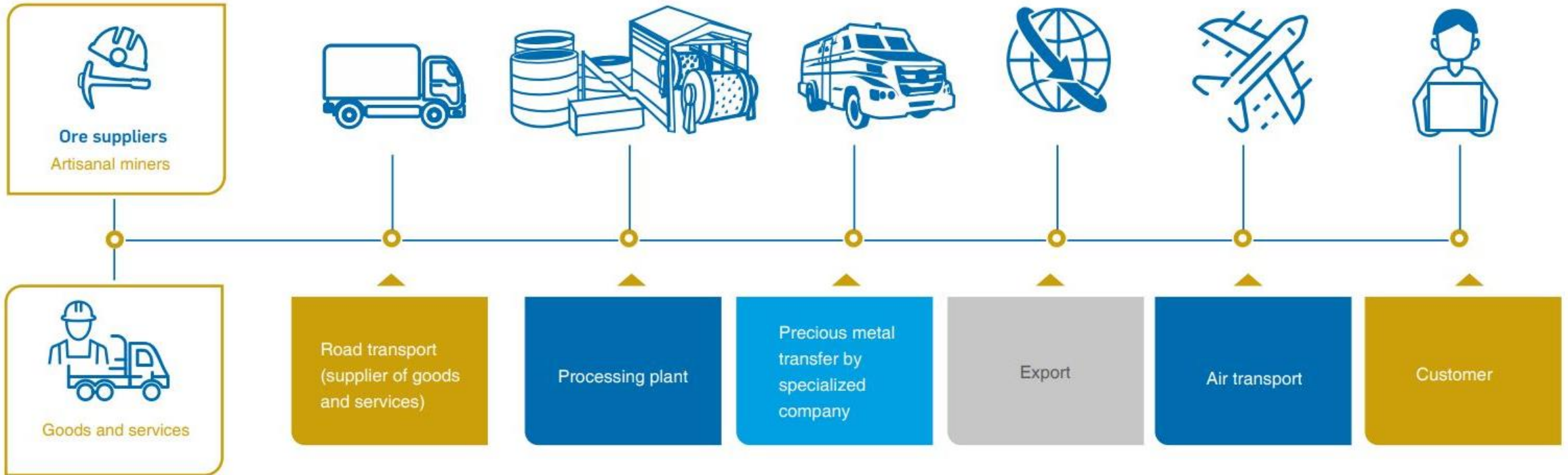
From the Chala Plant to the Lima Airport made by a Security Transport Company.

4 Export

- **Gold**
From Lima airport to Switzerland
PX Precinox Custom Agent
- **Silver**
Based on Buyers

NOTE: As of June 2021, the corporation increased its processing capacity to 430 TM/D from 340 TM/D

Supply Chain



A Productive and Sustainable Supply Chain



Updated 2021 Financial Forecast

US\$	Guidance 2021
Market price of gold (\$/oz)	1,785
Sales ('000 \$)	185,000+
Earnings per share C\$	0.30+
Earnings per share US\$	0.24+

Reported 0.06 EPS in Q2-2021

1. 2021 financial guidance is based on an average gold price of \$1,785 (U.S.) per ounce;
2. Assumes 2021 average Canadian-dollar/U.S.-dollar exchange rate of 1.25:1;
3. A consistent average grade in the ore received;
4. A stable currency exchange rate between sol/U.S. dollar/Canadian dollar.

Financially Solid & Committed to Shareholder Returns

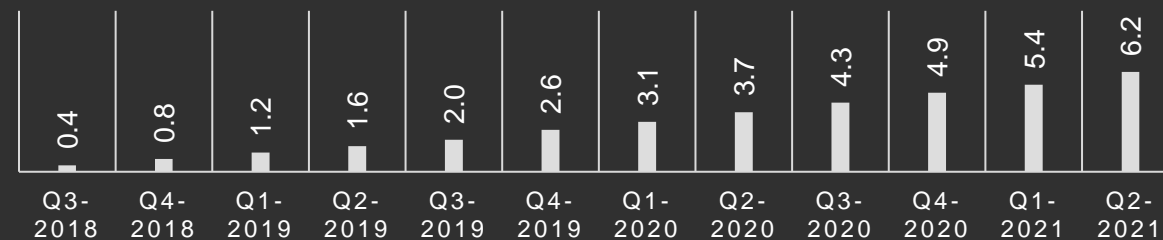
In May 2021, Dynacor declared its 2nd dividend increase by **33%**

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

MAY 2021 - DYNACOR
ANNOUNCES **33%** INCREASE
TO ITS MONTHLY DIVIDEND
PAYMENT AND DECLARES A
C\$0.0067 DIVIDEND

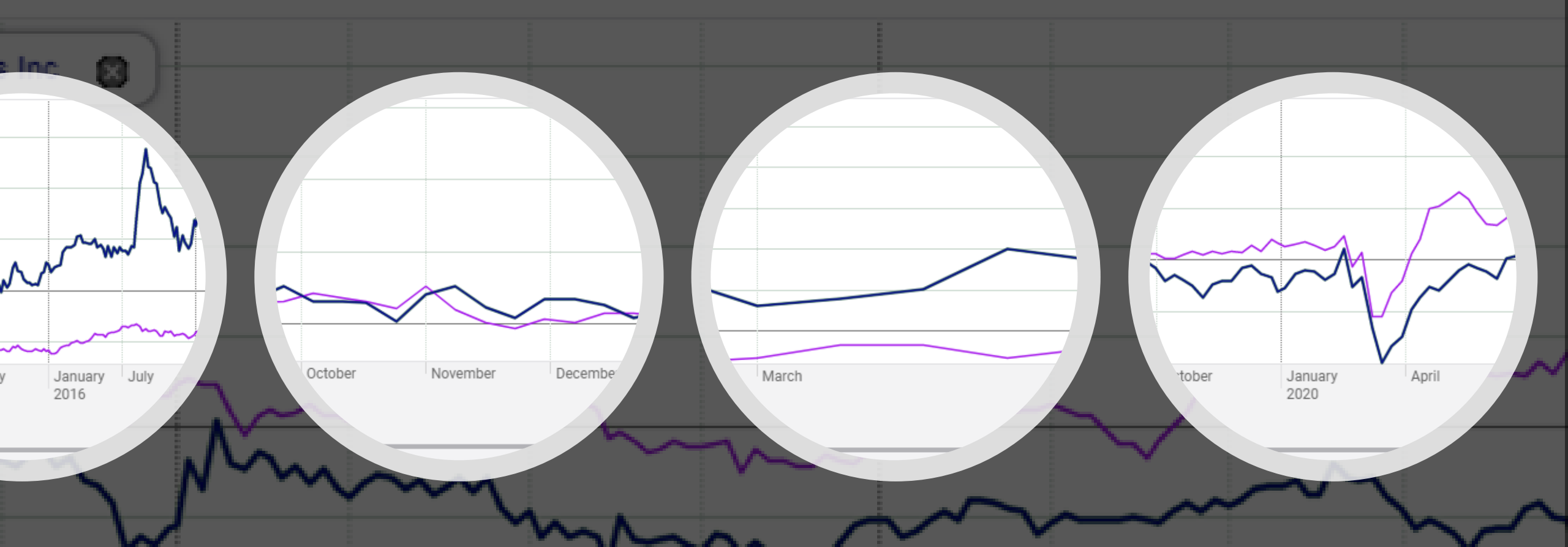


CUMULATIVE DIVIDENDS DECLARED TO SHAREHOLDERS (C\$ MILLIONS)



CASH AND OTHER CURRENT ASSETS (US\$ MILLIONS)





Stock Price DNG Historical Performance

- Long term: 10-year ~ 294.29%
- Medium term: 3-year ~ 73.58%
- Short term: 1-year ~ 44.50%
- 2021: Year-to-Date ~ 54.19%

Source: <https://www.td.com/ca/markets-research/markets/> (report as of 2021-09-30)

Our Sustainability Goals



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: https://youtu.be/s_VF52otpY4
- New ESG report: <https://www.dynacor.com/esg-data/>



Dynacor's PX IMPACT® Clean Gold Program

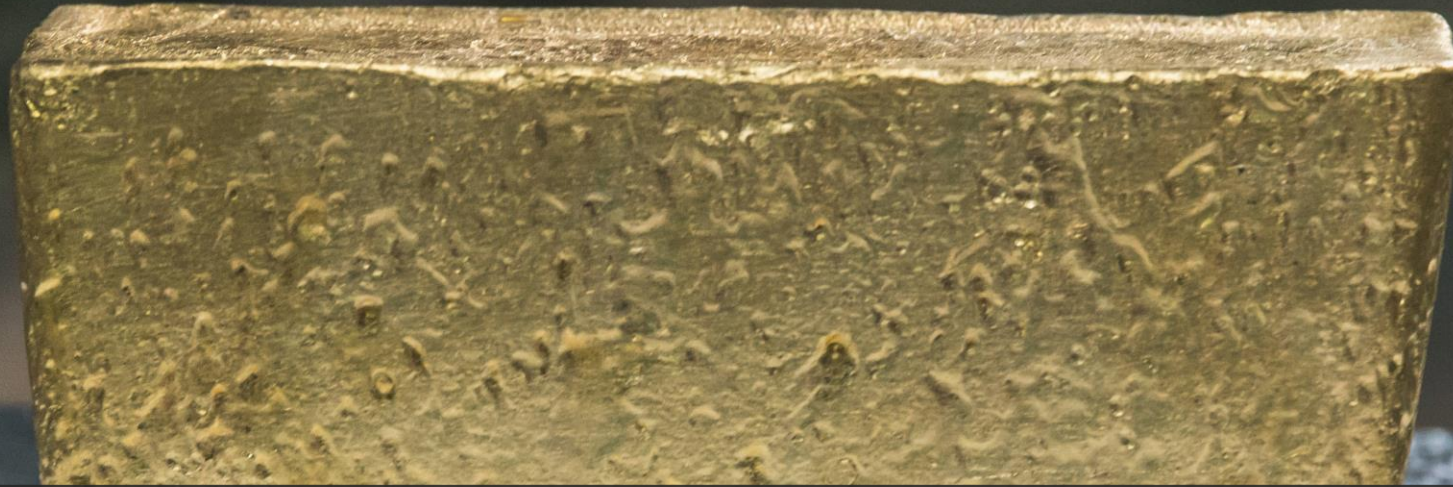
- Environmental, social and ethical practices that respect human rights are an integral part of the PX IMPACT® clean gold program
- An **investment premium** paid by PX Precinox customers on the PX IMPACT® clean gold program
- A lasting & positive contribution to the economic, social and environmental 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



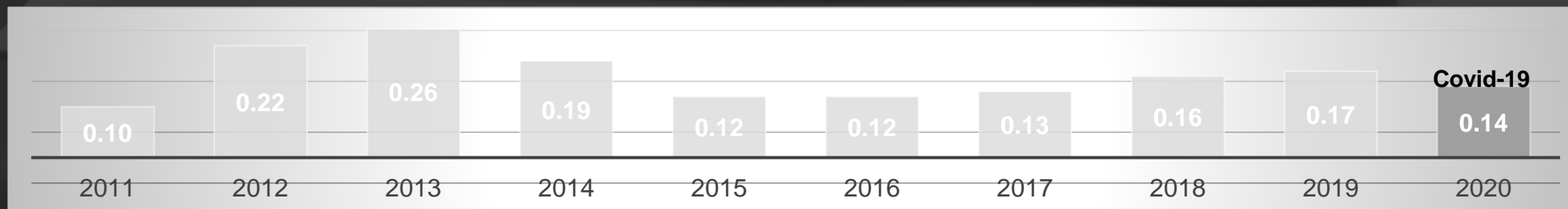
Gold Pouring Operations in Peru since 1998

- **2021 Ore-Processing Expansion Overview**
- Expanded to 430 TPD (tonnes per day) capacity from nameplate 300 TPD
- Complete in June 2021
- 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



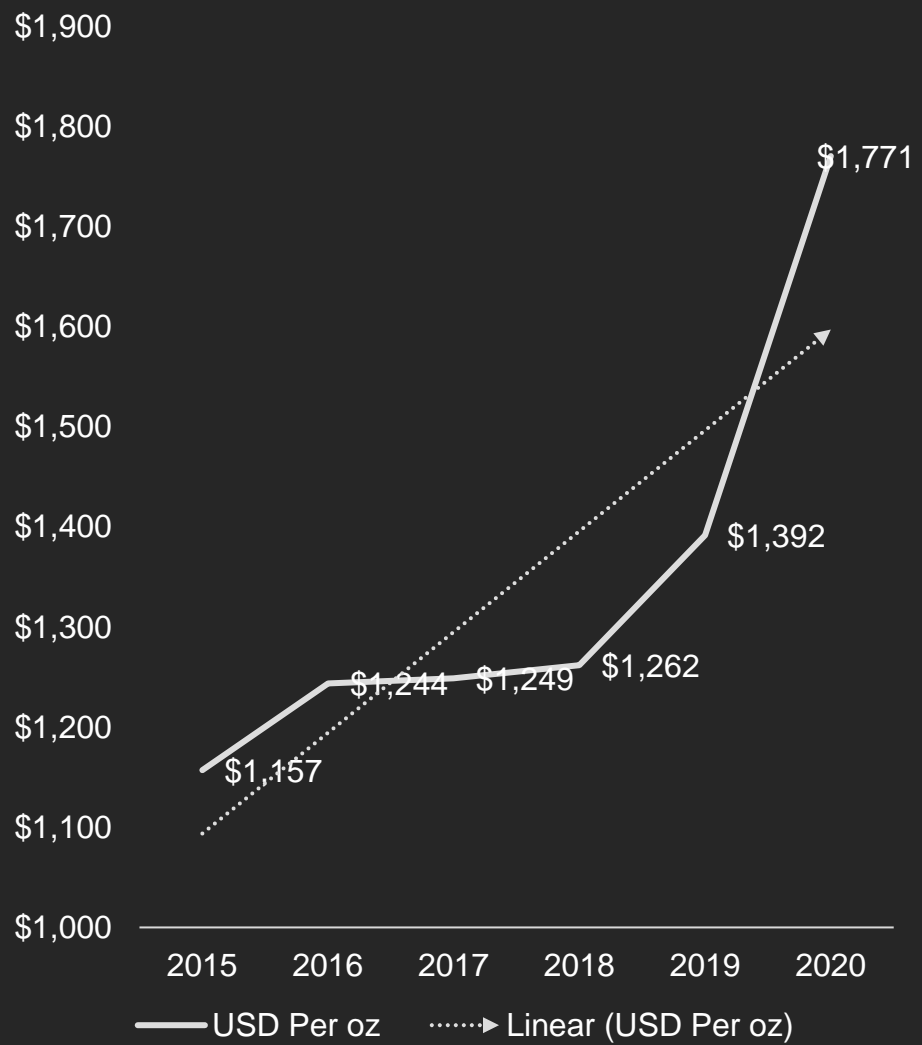


EPS History (C\$)



Dynacor started 2020 with a solid operational performance. However, due to the COVID-19 pandemic, the ore-processing operation stopped. From March 16 to June 5, 2020, the three-month operation stoppage ended in Q2 2020, a streak of 36 consecutive profitable quarters. In Q3, the corporation successfully resumed its ore purchase and processing activities, immediately returning to profit, and strongly ended 2020.

The Gold Average Selling Price Picture





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.



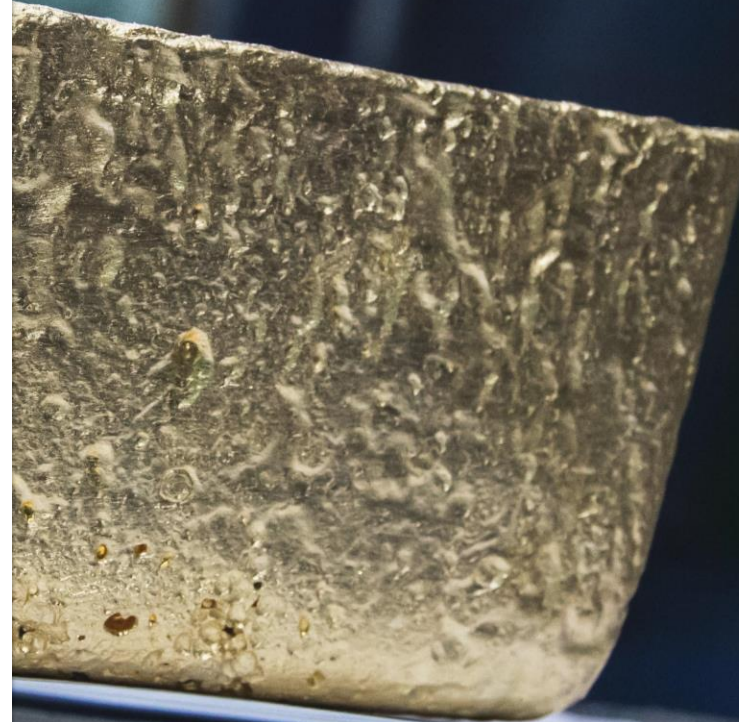
Other Assets (Exploration Properties)

1) Tumipampa (South Central Peru)

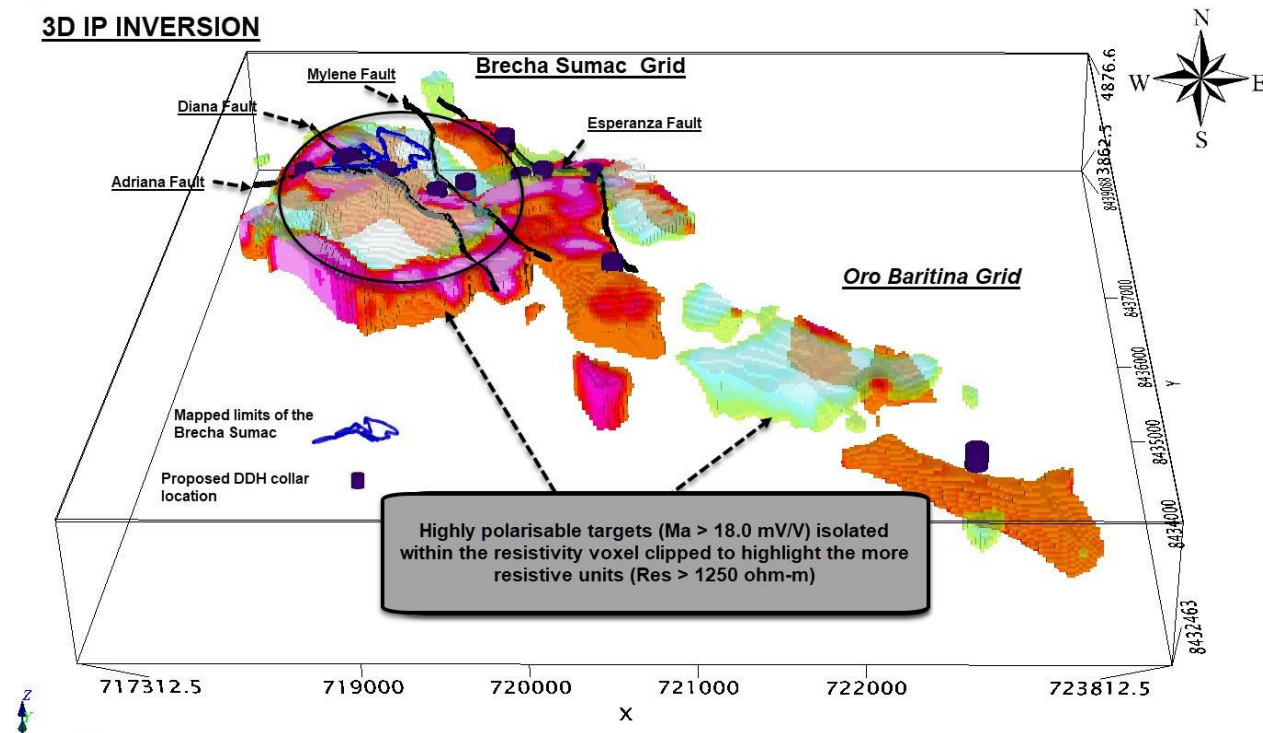
- Advanced stage exploration property
- Agreement with ASM mining crew and ore deliveries to Veta Dorada ore processing plant
- Awaiting community approval to commence drilling

The first phase of twelve (12) drill holes:

- Totalling 4,200 meters
- Priority 1 targets to be 2,700 m (8 holes)
- Priority 2 targets to be 1,500 m (4 holes)

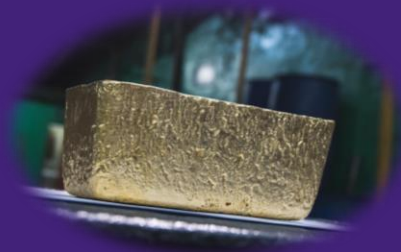


ON TARGET TO UNLOCK AND MAXIMIZE TUMIPAMPA'S ORE BODY POTENTIAL THROUGH THE DRILL BIT



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

- The first phase of twelve (12) holes:
- Totalling 4,200 meters
- Priority 1 targets to be 2,700 m (8 holes)
- Priority 2 targets to be 1,500 m (4 holes)



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.

Corporate Snapshot Q2-2021

Market Summary

Stock Price (Q2-2021: VWAP)	C\$2.49
Ticker Symbol	DNG – TSX
Shares Outstanding (Basic)	39M
Warrants	Nil
Monthly Dividend	C\$0.0067
Dividend Yield (at June 30, 2021)	3%
Insider Ownership	7%
<u>Capital Structure</u>	
Market Capitalization	C\$97 million
Debt	Nil

Note: As of June 30, 2021

Analyst Coverage

Ryan
Irvine

Aaron
Dunn

Brennan
Habetler

Keystone Financial Independent Equity Advisors

“We buy profitable businesses, not just stock symbols.”

See more: <https://keystocks.com/about-keystone-financial/the-keystone-philosophy/>

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