

Dynacor is a dividend-paying industrial gold ore processor headquartered in Montreal, Canada. The corporation is engaged in gold production through the processing of ore purchased from the ASM (artisanal and small-scale mining) industry. At present, Dynacor operates in Peru, where its management and processing teams have decades of experience working with ASM miners. It also owns a gold exploration property (Tumipampa) in the Apurimac department.

### 5 Years Financial Highlights (in millions USD)

	Q2-2021	*FY 2020	FY 2019	FY 2018	FY 2017	FY 2016
Sales	42.8	101.5	102.5	104.7	101.7	91.3
Gross Op Margin	6.5	13.6	13.0	13.2	13.4	12.1
EBITDA	5.0	11.7	10.7	10.5	11.0	9.0
Net Income	2.2	4.3	5.2	4.8	3.8	3.3
EPS (BASIC)	0.06	0.11	0.13	0.12	0.10	0.09
**Dividend per share C\$	0.017	0.06	0.045	0.02	Nil	Nil
Debt	Nil	Nil	3.0	Nil	Nil	5.9

\*Covid-19 pandemic \*\* In Q2-2021, increased by 33% to C\$0.08 per year



### A Proven Leader in Corporate Social Responsibility

- Funding, participating and developing the ASM's (artisanal small-scale mining) education, health and social services through our PX IMPACT® 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

# THE DYNACOR GOLD ORE PURCHASE AND PRODUCTION PROCESS

## Our Production Process GRI 102-2

### 1 Production

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

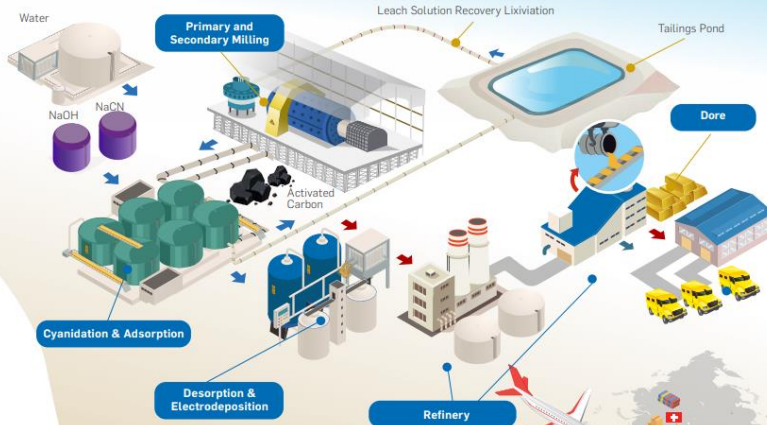


#### Purchasing Offices

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

### 2 Processing

The **Veta Dorada Plant** has a processing capacity of 340 TMD. 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.

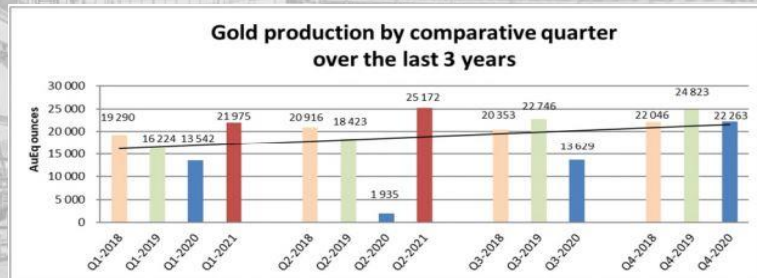
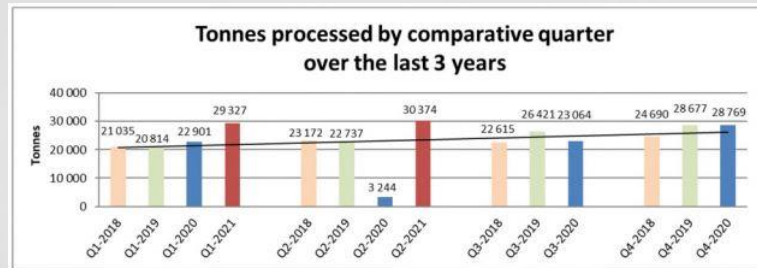
### 4 Export

► **Gold**  
From Lima airport to Switzerland  
PX Precinox Custom Agent

► **Silver**  
Based on Buyers

## DYNACOR COMPLETED THE THREE-MONTH PERIOD ENDED JUNE 30, 2021 ("Q2-2021") REPORTING A NEW QUARTERLY SALES RECORD WITH \$42.8 MILLION IN SALES

- Increased gross operating margin. Gross operating margin of \$6.5 million (15.2% of sales);
- Strong net income. Net income and comprehensive income of \$2.2 million (US\$0.06 per share);
- Stable cash-flow from operating activities before change in working capital items. Cash flow from operating activities before change in working capital items of \$3.2 million;
- 33% increase in monthly dividend from June 2021.



### Shareholder Information:

TSX-DNG

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Certain of the statements made may contain forward-looking statements which involve known and unknown risk, uncertainties and other factors which may cause the actual results, performance or achievements of the Company, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.