

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)

	FY 2021	FY 2020	FY 2019	FY 2018	FY 2017
Sales	195.9	101.5	102.5	104.7	101.7
Gross Op Margin	27.1	13.6	13.0	13.2	13.4
EBITDA	23.5	11.7	10.7	10.5	11.0
Net Income	11.8	4.3	5.2	4.8	3.8
EPS (BASIC)	0.30	0.11	0.13	0.12	0.10
*Dividend per share C\$	0.08	0.06	0.045	0.02	Nil
Debt	Nil	Nil	3.0	Nil	Nil

* In Q4-2021, Dynacor announced that starting January 2022, it will increase its dividend to C\$0.10 per year, a 25% increase



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 ORE PURCHASE AND PRODUCTION PROCESS

Our 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.

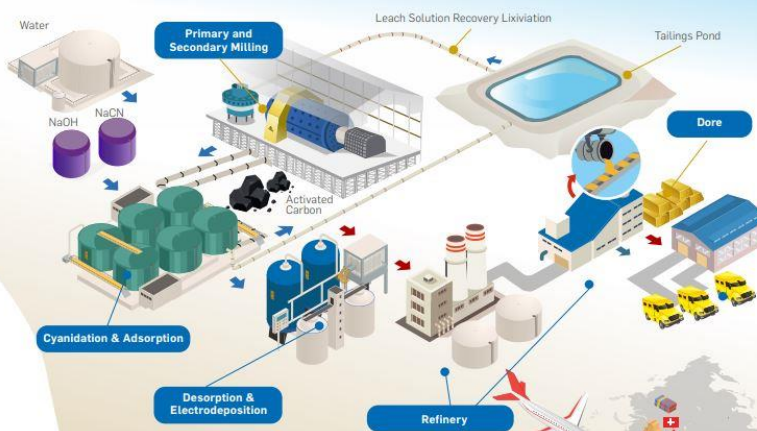


Purchasing Offices

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

2 Processing

The **Veta Dorada Plant** has a processing capacity of 430 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

2021 HIGHLIGHTS

Operational

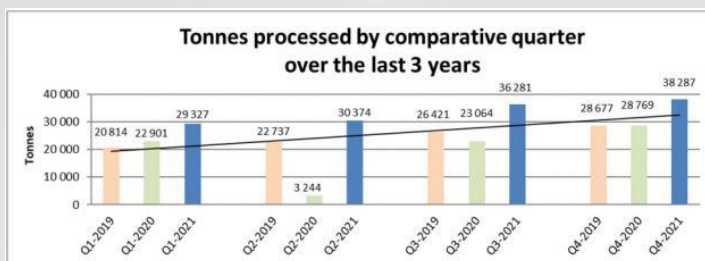
- **Historical high gold production:** In 2021, gold equivalent production amounted to 106,862 AuEq ounces;
- **Increased plant capacity:** In Q2-2021, the plant capacity increased by 25%;

Financial

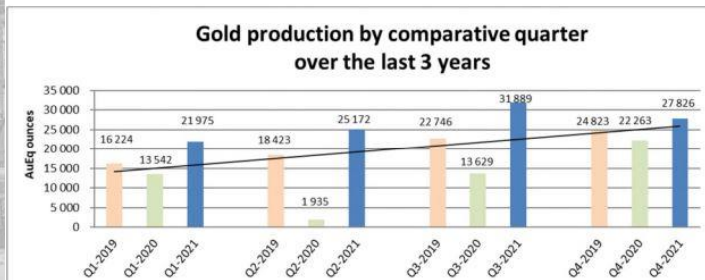
- **Surpassed revised earning per share guidance by 20%:** Reported \$0.30 or CA\$0.38 per share;
- **Increased gross operating margin:** \$27.1 million;
- **Sales surged to almost \$200 million:** Sales of 109,303 AuEq ounces amounted to \$195.9 million;
- **Cash on hand of \$27.1 million at year-end 2021;**

Cash Return to Shareholders

- **Increased dividends:** A 33% increase in monthly dividends paid from June 2021, followed by an additional 25% increase from January 2022.



Overall, in 2021, the average grade of ore processed increased by 20% compared to 2020. However, the Q4 production was affected by a significant decrease in average ore grade.



Shareholder Information:

TSX-DNG

Corporate Head Office:

T: 514.393.9000 #230

#1200 – 625 boul Rene-Levesque Ouest
Montreal, Quebec H3B 1R2

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.