

Dynacor, with 26 years of experience, is a Canadian-based dividend-paying industrial gold ore processor. The corporation is engaged in gold production by processing ore purchased from the ASM (artisanal and small-scale mining) industry. 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 2022	FY 2021	FY 2020	FY 2019	FY 2018	FY 2017
Sales	53.9	195.9	101.5	102.5	104.7	101.7
Net Income	2.6	11.8	4.3	5.2	4.8	3.8
EPS (BASIC)	0.07	0.30	0.11	0.13	0.12	0.10
Dividend per share C\$	0.0249	0.08	0.06	0.045	0.02	Nil
Debt	Nil	Nil	Nil	3.0	Nil	Nil



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.

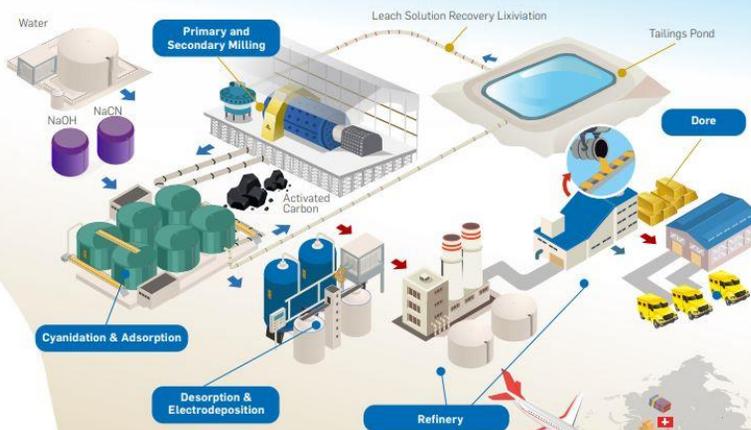


Purchasing Offices

- Trujillo
- Chimbote
- Nasca
- Chala
- Secocho
- 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

Q2-2022 HIGHLIGHTS

Operational

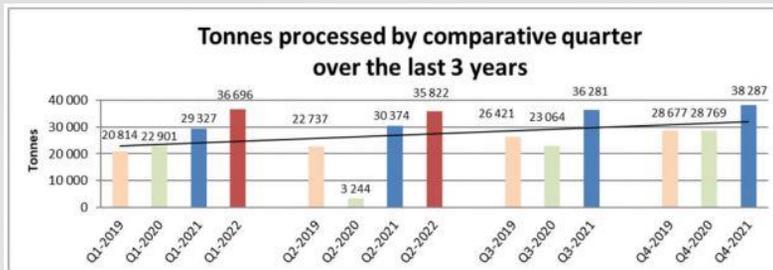
- **Higher volume processed.** 35,822 tonnes of ore (394 tpd average) compared to 30,374 tonnes in Q2-2021 (334 tpd), a 17.9% increase;
- **Higher gold production.** Gold equivalent production amounted to 27,875 AuEq ounces compared to 25,172 AuEq ounces in Q2-2021, a 10.7% increase.

Financial

- **Solid cash position.** \$33.2 million;
- **Earnings.** \$2.6 million (\$0.07 or C\$0.09 per share);
- **Sales.** \$53.9 million compared to \$42.8 million in Q2-2021.

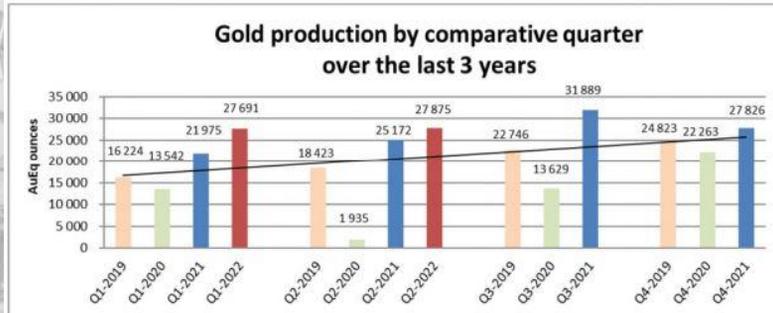
Cash Return to Shareholders

- **Share buy-back.** 90,360 common shares repurchased for \$0.2 million (C\$ 0.3 million);
- **Increased dividends.** Continuation of monthly dividend payments which had been increased by 25% at the start of 2022 to C\$0.10 per share per year which represents a 3.2% dividend yield based on the beginning of 2022 share price.



During the second quarter of 2022, our daily average production rate reached 394 tpd.

As shown in the figure below in the red columns, our Q2-2022 gold production of 27,875 AuEq ounces was similar to the one of Q1-2022 and represents the second-best quarter ever.



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.