



28 YEARS' experience in the
ASM business.

September 2024



I Caution Regarding Forward Looking Statements / Non-IFRS Measures

- ❑ Statements contained in this presentation that are not historical facts are regarded as forward-looking statements. These statements may involve risk, uncertainties and other factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements. Many factors could cause such differences, including: volatility in market metal prices; changes in foreign currency exchange rates and interest rates; unexpected variations in geological conditions of a property of erroneous geological data; environmental risks including increased regulatory constraints; unexpected adverse mining conditions; adverse political conditions, and changes in government regulations and policies. Although the Corporation believes that the assumptions inherent in the forward-looking statements are reasonable, undue reliance should not be placed on these statements, which only apply as of the date of this document. The Corporation has not committed to maintaining this forward-looking information unless so required by law.
- ❑ Throughout this presentation, the Corporation has provided measures prepared according to IFRS Accounting Standards as well as some non-IFRS financial performance measures. Because the non-IFRS performance measures do not have any standardized definition prescribed by IFRS Accounting Standards, they may not be comparable to similar measures presented by other companies. The Corporation provides these non-IFRS financial performance measures as they may be used by some investors to evaluate our financial performance. Accordingly, they are intended to provide additional information and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS Accounting Standards. Additional details for these non-IFRS measures can be found in sections 4, of Dynacor's MD&A, which is posted on Dynacor's website at Dynacor.com, and filed with SEDAR+ at sedarplus.ca.



Dynacor Group Inc. is a dividend-paying industrial gold ore processor headquartered in Montreal, Canada. Our company produces gold by processing ore purchased from the **ASM (artisanal and small-scale mining) industry.**

We currently operate in Peru, where we have decades of experience working with ASM miners, and we also own a gold exploration property (Tumipampa) in the Apurimac department.



RANKING TOP PRODUCERS IN PERU



- As Peru's **largest ASM ore purchaser and processor**, we are poised for further growth and market leadership.
- Ranked in the **top ten gold producers** in Peru.



PERU: PRODUCTION 2023



Month	Jan	Feb	Mar	Apr	May	Jun	Jun	Aug	Sep	Oct	Nov	Dec
Ranking Top Producers Gold – 2023	10°	9°	9°	9°	9°	9°	8°	8°	9°	9°	9°	9°

Source: <https://www.gob.pe/institucion/minem/colecciones/6-boletin-estadistico-minero>

WHY SHOULD I INVEST IN DYNACOR?



Proven history of profit and growth with more than 13 consecutive years of profit and 5 plant capacity increases from 300 tpd to 500 tpd since 2018.



Organic and acquisitive growth strategy: develop our unique business model in other jurisdictions.



Return to investors strategy: increasing dividend policy and share buy-back program.



ESG: environmentally and socially responsible ASM (Artisanal small-scale mining) gold ore processor and yearly investment achievements in local communities' education and health system.



OUR STORY

1996

Creation of Peruvian subsidiary Minera Dynacor del Perú.

1997

Construction of ore processing plant with capacity of 50 tonnes per day (TPD): "Metalex" of Huanca.

1998

First year of production: 91 kg (2,925 gold equivalent (AuEq) troy ounces).

2006

Expansion of processing plant capacity to 90 TPD.

2008

Expansion of processing plant capacity to 170 TPD.

Annual gold production exceeds the first ton totaling 1.2 metric tons (38,581 AuEq ounces).



2016

Closure of operations at "Metalex" processing plant in Huanca.

Start of operations at new 300 TPD "Veta Dorada" mineral processing plant in Chala, Arequipa.

2010

Creation of Peruvian subsidiary Minera Veta Dorada.

2022

Highest historical annual production reached at 108,000 AuEq ounces.

First gold producer among processing plants dedicated to ASM.

Processing capacity expanded to 500 TPD.

2023

Peru's ninth (9th) highest ranked gold producer in 2022 (according to the MINEM).

Beginning of ore crushing operation at "La Libertad", a new location in Trujillo, northern Peru, for greater access to purchasing high grade gold ore from ASMs in the north.

2021

Annual gold production exceeds 100,000 ounces: 106,000 AuEq ounces.

Expansion of plant processing capacity to 430 TPD.





VISION AND MISSION

- Dynacor intends to become the world's leading processor of gold produced from ore purchased from artisanal miners, in an environmental and socially responsible manner.
- We produce environmental and socially responsible gold by building and maintaining a true partnership with artisanal miners, our employees, as well as the communities where we operate around the world and all our other stakeholders, in an equitable and transparent manner.

CORPORATE VALUES

- Respects
- Ethical behavior
- Environmental responsibility

OUR PRODUCTION PROCESS

1 PURCHASING AND ORE CONTROL

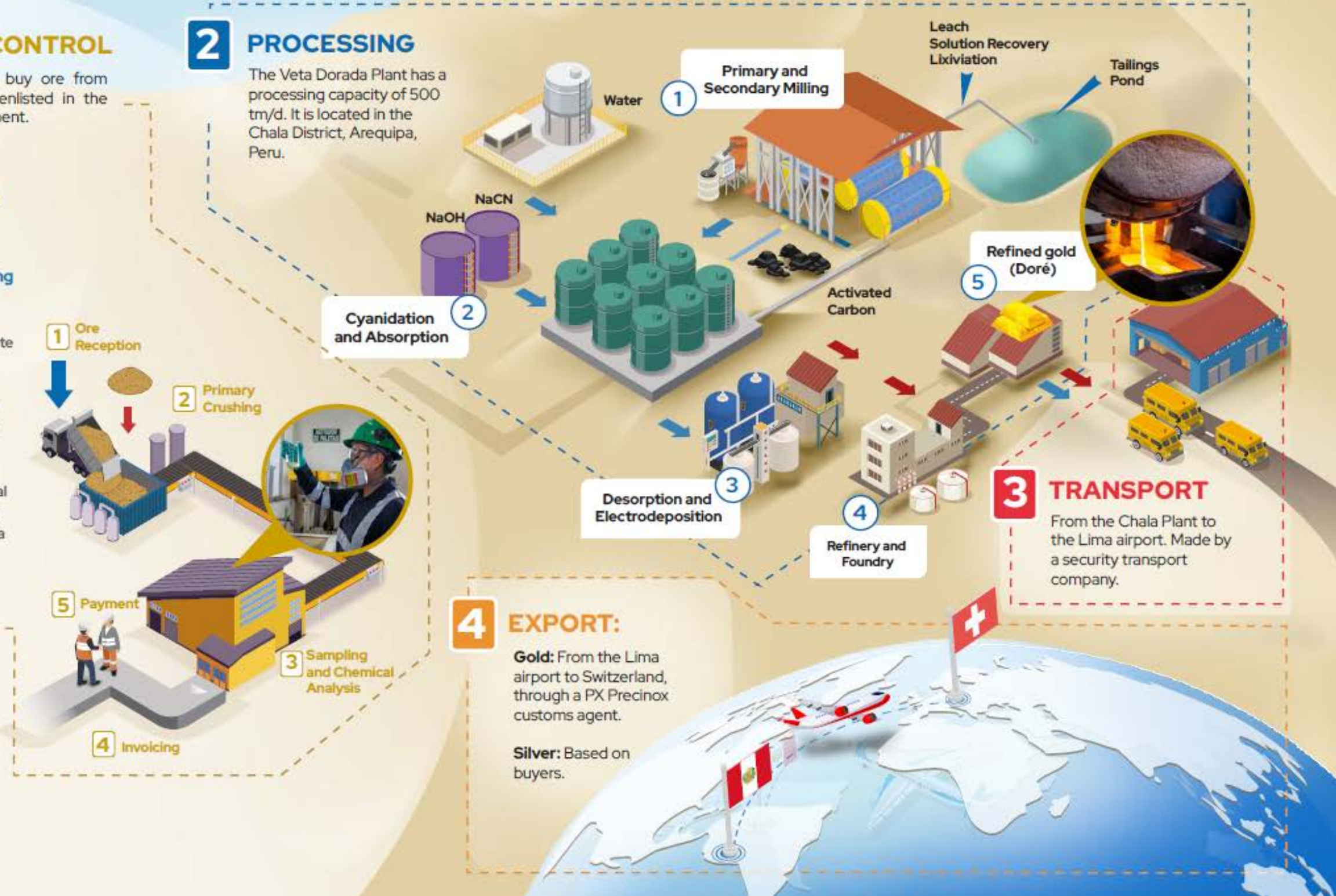
Through our subsidiary Veta Dorada, we buy ore from Artisanal and Small-Scale Miners (ASM) enlisted in the formalizing process of the Peruvian government.



- Crushing Service**
 - Trujillo
- Purchasing Offices**
 - Trujillo
 - Chimbote
 - Piura
 - Junín
 - Juliaca
 - Huanca
 - Nasca
 - Chala
 - Pedregal
 - Ispacas
 - Secocha
 - Misky

2 PROCESSING

The Veta Dorada Plant has a processing capacity of 500 tm/d. It is located in the Chala District, Arequipa, Peru.



“ Dynacor has a risk management system for the prevention of money laundering and terrorism financing, and a code of conduct that guarantee sustainable practices that respect human rights. ”

MANAGEMENT



Jean Martineau
President and CEO



Leonard Teoli
Vice President and CFO



Jorge Luis Cardenas
Vice President of
business development
in Latin America

2023 and YTD Q2-2024 HIGHLIGHTS

- ❑ Our gold production was **130,000 AuEq ounces** in 2023 (61,500 Au eq ounces YTD Q2-2024).
- ❑ In 2023, we achieved **US\$250 million in sales**, marking a robust **27% increase from 2022** (\$135 million YTD Q2-2024).
- ❑ We reported a **net income of US\$15.1 million (US\$0.39 earnings per share)** in 2023 (US\$9.3 million or US\$0.25 earnings per share YTD Q2-2024).
- ❑ We can count on more than **550 employees** at Q2-2024.
- ❑ Our cash reserves stood at **~US\$35 million at the end of Q2-2024**, demonstrating our solid financial position.





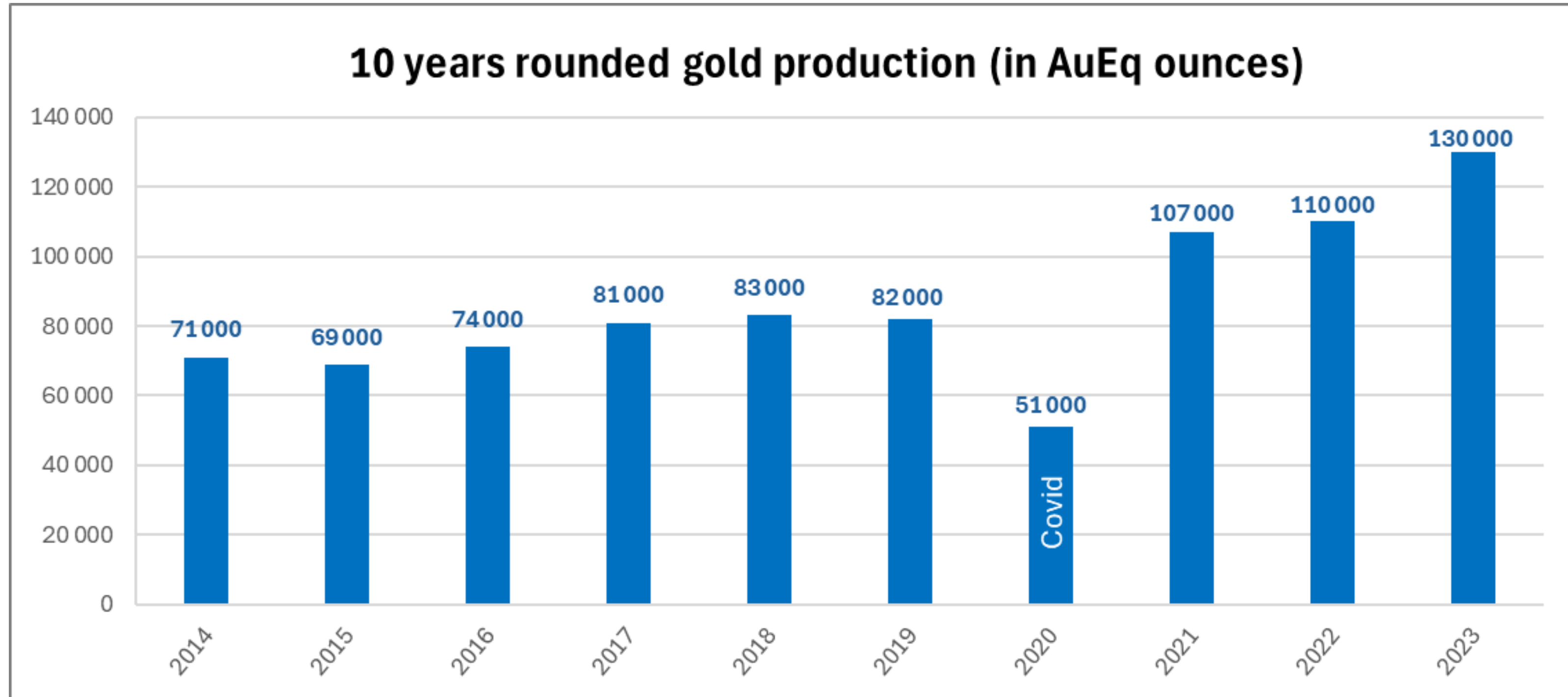
Earnings Guidance

2024

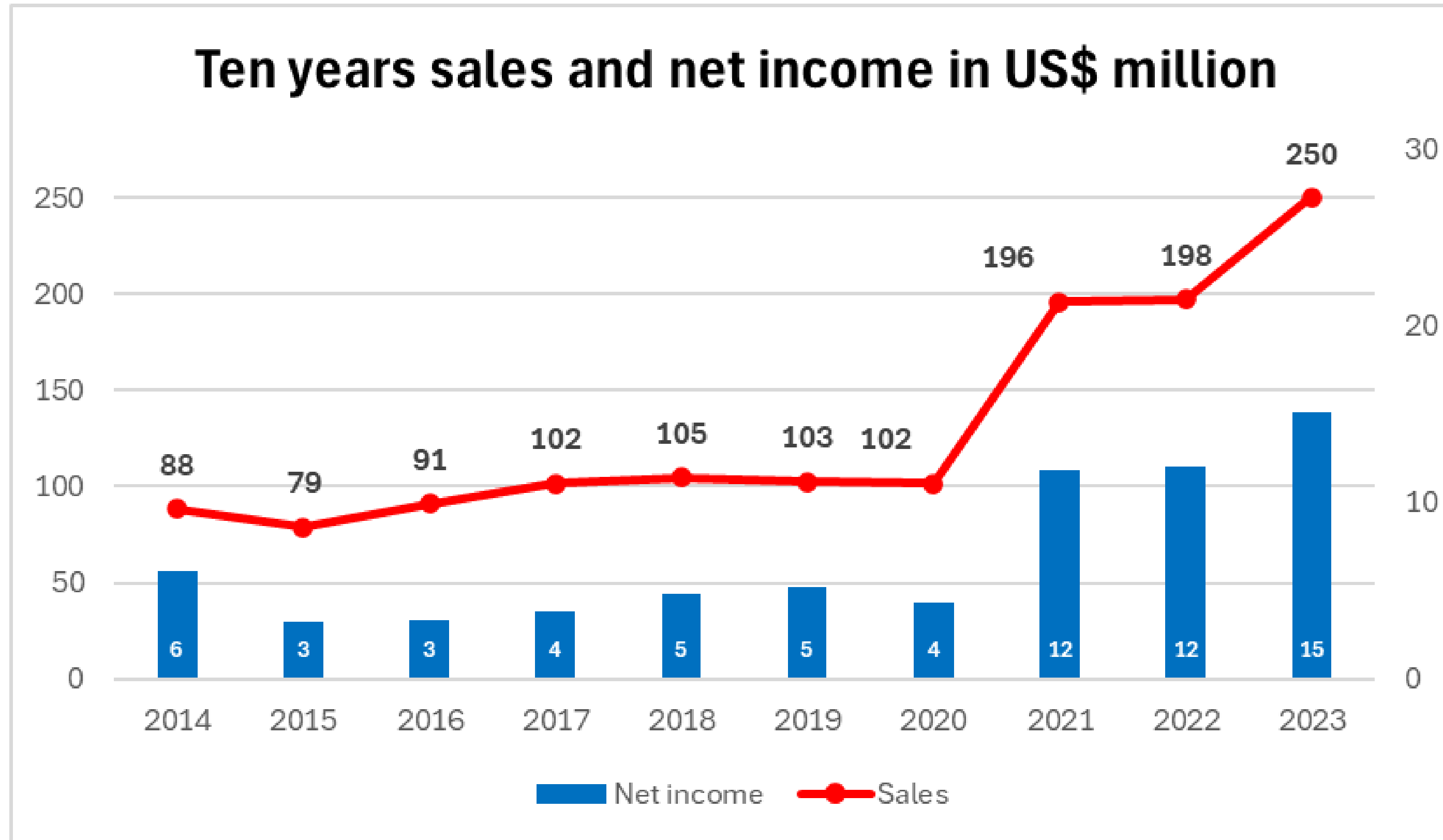
- ❑ **US\$265-285M in sales** (6-14% increase compared to 2023) (*).
- ❑ **Net income of US\$12-15M (between US\$0.33 and US\$0.41 per share)** (C\$0.45 and C\$0.56 per share) (*).
- ❑ **Cash-flow from operating activities** (before changes in working capital items) **of US\$15-18M (between US\$0.41 and US\$0.49 per share)** (C\$0.56 and C\$0.67 per share).
- ❑ Investments of up to **US\$13M in capital expenditure**. This investment will be used at our Veta Dorada plant for new equipment to improve efficiency, increase tailing pond capacity, and develop new projects in other jurisdictions.

(*) Sales and earnings forecasts are based on gold price estimates ranging between US\$2,000 and \$US2,050 per ounce and various other production assumptions, including ore grades.

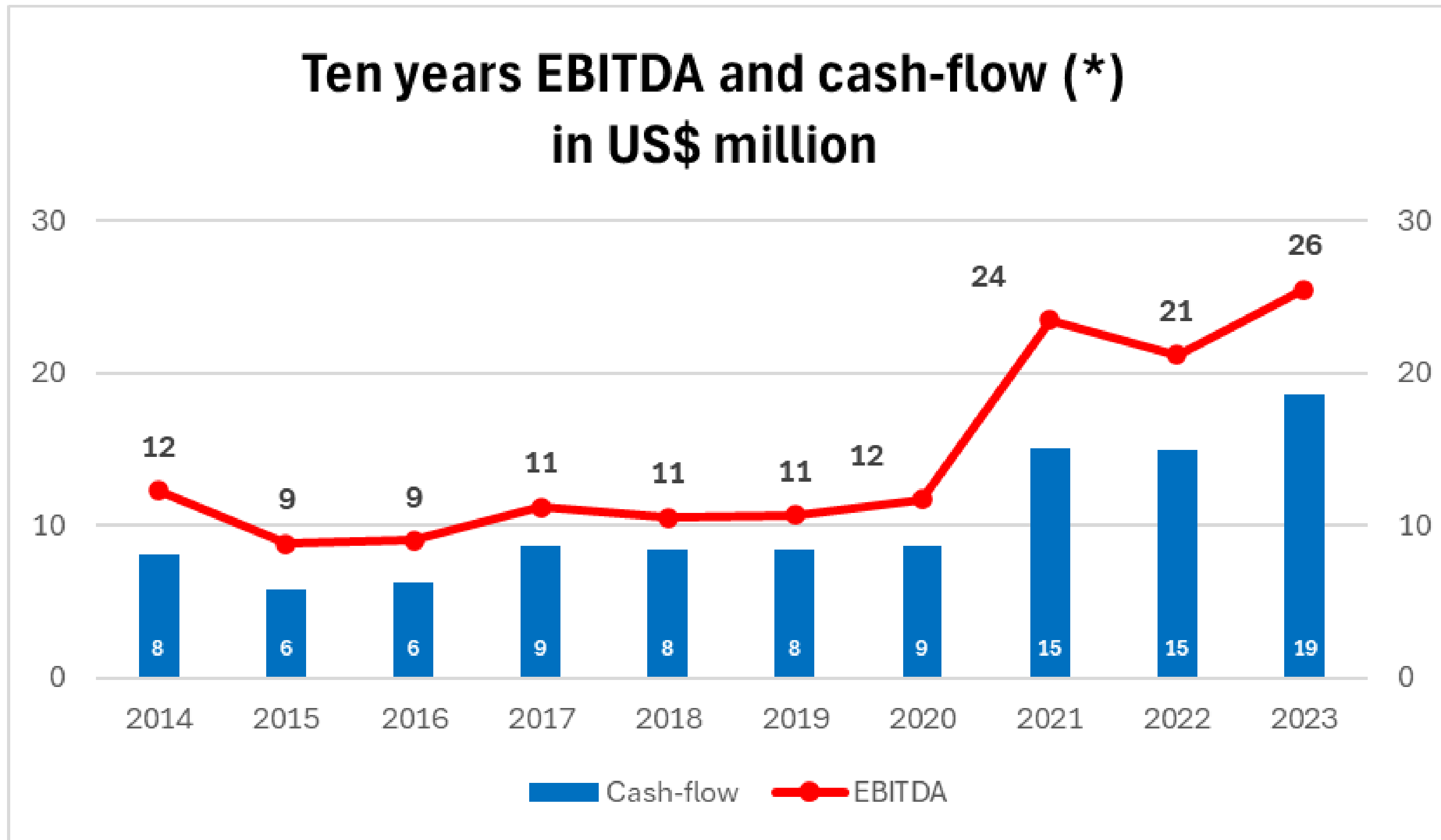
AuEQ OUNCES PRODUCED



SALES AND NET INCOME



EBITDA AND CASH-FLOW FROM OPERATING ACTIVITIES

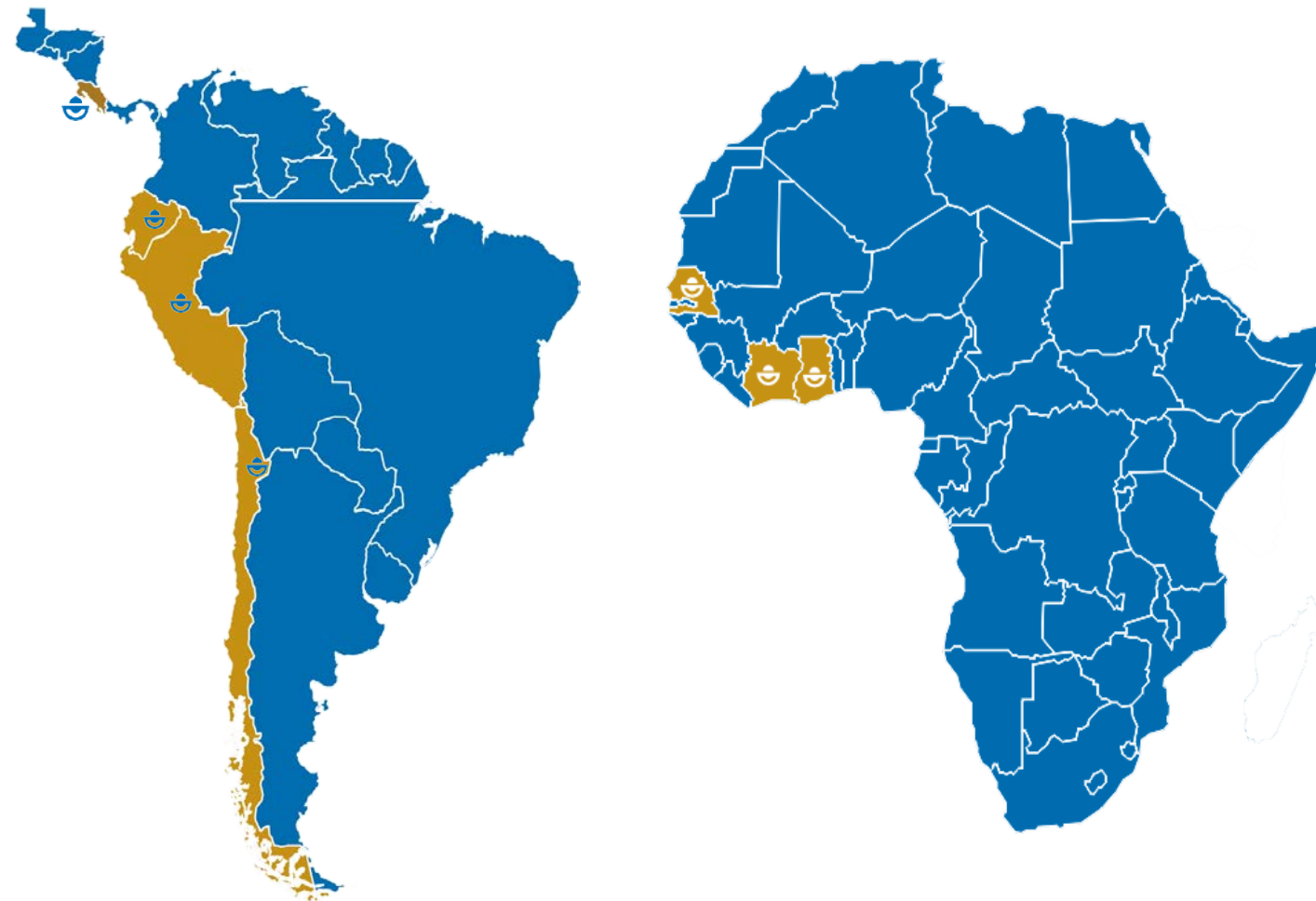


(*) before changes in working capital items

STRATEGIC PLAN – 5 YEARS PLAN : DEVELOPMENT OF NEW PROCESSING ACTIVITIES IN OTHER JURISDICTIONS

Dynacor business model relies on:

- ❑ Natural hedge on gold price
- ❑ 25 years + experience in ore processing business and accumulated know-how
- ❑ Strong team at all level
- ❑ Mastering processing of different types of ore while maintaining high recovery and maximizing the resources available
- ❑ Maintaining and managing networks of ore suppliers' country wide



Targets by 2030:

- ❑ Sales of US\$1 Billion
- ❑ Yearly production of 500,000 Oz Au eq
- ❑ 4 new processing plants (up to US\$70M investment in Latin America and Africa)

I GOLD PRICE PROGRESSION OVER 15 YEARS



- ❑ With a gold market price currently approaching 2,500 US\$ per ounce and Dynacor's natural hedge on gold price, market conditions are favorable to expansion projects.



MARKET SUMMARY (Symbol DNG –TSX)



Closing Share Price (September 4, 2024) – **C\$4.99**



Shares Outstanding – **Approx. 36.4 million**



Market Cap – **Approx. C\$182 million.**
No debt.



1 year price returns **58.41%**, annualized 5 years price returns **20.92%** (September 4, 2024)



Monthly dividends C\$0.166667 cents per month (dividend yield 2.80%)



Insider ownership 8.4%

DNG - STOCK PROGRESSION OVER 15 YEARS





■ DIVIDENDS AND SHARE BUYBACKS:

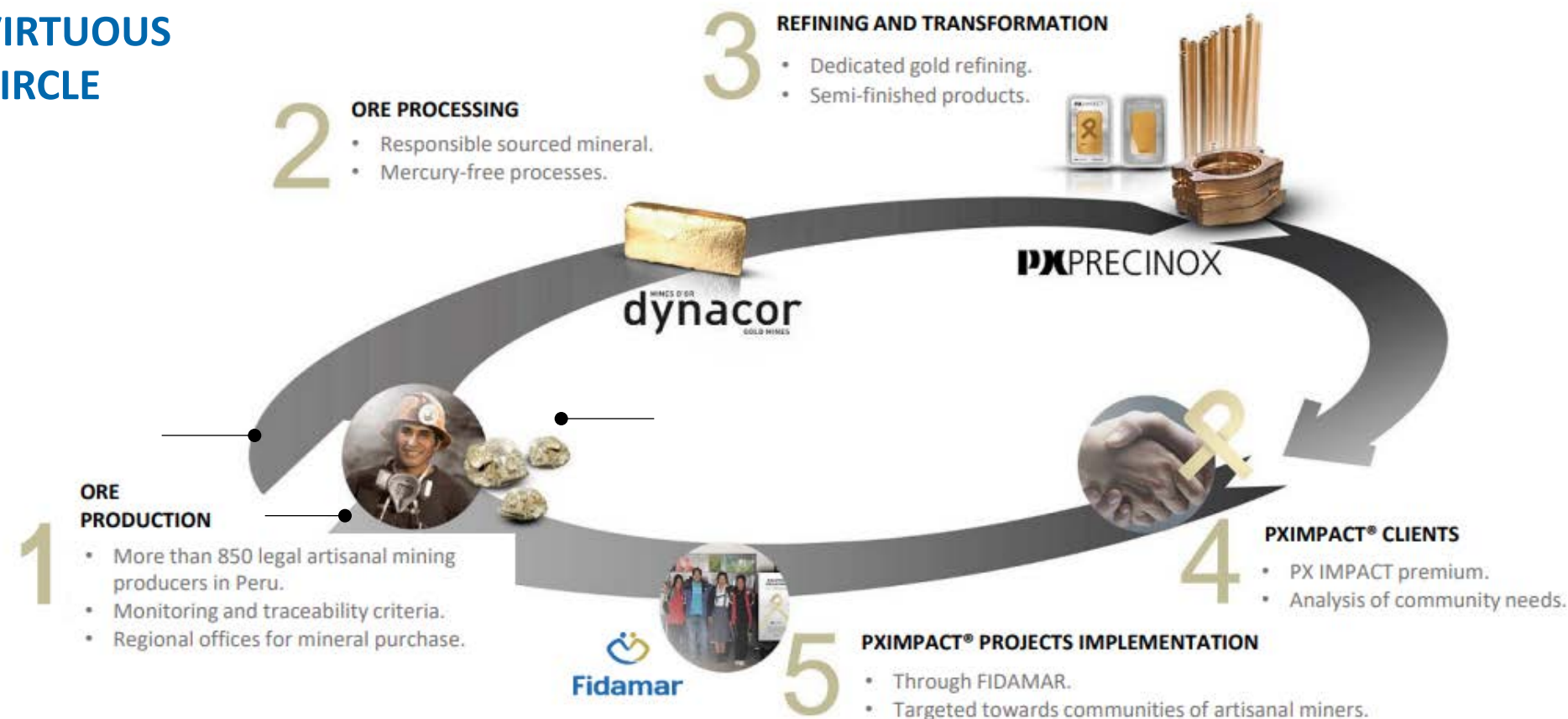
- ❑ **C\$0.14 per share** (C\$0.166667 cents per month). Dividend yield 2.80%.
- ❑ Fifth dividend increase since October 2018.
- ❑ Active share buyback program; ~1.1M shares purchased ~US\$3M in 2023 (~4.9M shares purchased ~US\$11M since 2018).

PROVEN LEADER IN CORPORATE SOCIAL RESPONSIBILITY:

➤ Our PX IMPACT® certified clean gold program demonstrates our active involvement in funding, participating, and developing education, health, and social services within ASM communities

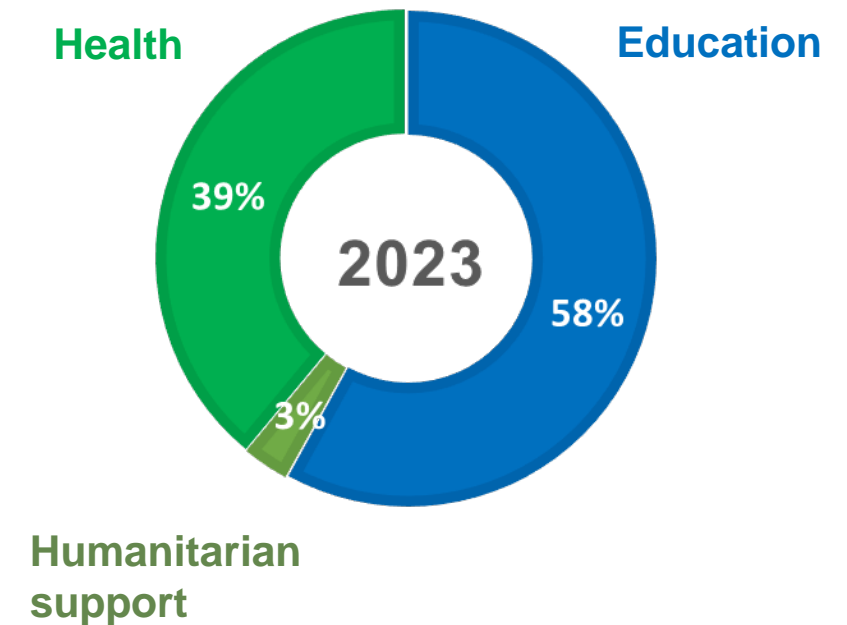


VIRTUOUS CIRCLE



Fidamar 2023:

- Total investment exceeded **US\$ 520,000**, including operating expenses.
- Positive impact on more than **9,000 people** in health and education.



- We are dedicated to environmental compliance, as evidenced by our **Environmental Management Plan**, which ensures adherence to Peruvian mining laws.



- We have implemented **CSR activities** that demonstrate our commitment to social responsibility, being the only processing plant that has conducted **4 ESG reports complying with GRI standards** since 2020.





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