

Editors Note: There is a photo associated with this press release.

[Dynacor Gold Mines Inc.](#) (TSX:DNG)(OTC:DNGDF) (Dynacor or the Corporation) is pleased to release a 2nd progress report on the construction of its new 300-tonne per day ore processing plant located in Chala, Southern Peru. As of today, construction is 70% complete. The Corporation expects to finish the construction of the Veta Dorada Plant during Q1-2016.

Advancement

Installation of the seven (7) cyanidation tanks on their bases (see photo below) as well as the two (2) primary ore crushers and three (3) conical ore crushers is moving forward quickly and should be completed by the end of January 2016. Ore transport conveyor belts will be installed as soon as possible thereafter.

Work on the ore storage area and the tailings pond is underway and should be completed by the end of January 2016. Building of the laboratory and the desorption plant has begun and is scheduled to be finished in February 2016.

The Corporation has a Quality Assurance and Quality Control program (QA/QC) that systematically monitors and tests every step of the construction process in order to avoid any surprises later on. For instance, quality control tests are performed to determine concrete resistance parameters and all the welding is independently inspected.

The work on the plant is moving forward at a satisfactory pace and construction activities will continue throughout the Christmas and New Year holiday season.

The table, below summarizes the progress to date. Photos of the construction are posted every month on the website (www.dynacorgold.com)

CONSTRUCTION PHASE	% COMPLETED (December 23, 2015)	COMMENTS
Civil Engineering	100%	Core plant area 100%
Installation of two 7'x8' ball mills (<i>see photo below</i>) and 25-, 40- and 150-ton ore hoppers	100%	Electrical hook-up complete
Electrical Power from National Grid	100%	At present 250 KW
Plant Electrical Systems & power distribution	25%	To be completed in January
Installation of cyanidation tanks	50%	Should be complete by end of January
Installation of 2 primary ore crushers and 3 conical ore crushers	Underway	Completion target: end of January
Main Warehouse	100%	<i>See photo below</i>
Metallic structures, housings, etc.	50%	Currently being assembled
Auxillary Units	Underway	Laboratory, desorption plant
Water Supply and Distribution	95 %	The first step included
Tailings Pond	60 %	Capacity for 5 years

ABOUT DYNACOR GOLD MINES INC.

Dynacor is a gold ore-processing and exploration Corporation active in Peru since 1996. The Corporation differentiates itself from pure exploration companies as it generates income from its wholly owned ore-processing plant. Dynacor's basic share count at 37.4 million outstanding is in the lowest quartile of the resource sector. The Corporation's assets include three exploration properties, including the advanced high-grade gold Tumipampa property and an operating 85,000 TPA gold and silver ore processing mill at Metalex-Huanca. The Corporation obtained its permit to construct a brand new 300 tpd mill in Chala, Peru. This represents an important milestone for the Corporation's future growth. The Corporation's strength and competitive advantage comes with the experience and knowledge it has developed while working in Peru. Its pride remains in maintaining respect and positive work ethics toward its employees, partners and local communities.

FORWARD LOOKING INFORMATION

Certain statements in the foregoing may constitute forward-looking statements, which involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of Dynacor, or industry results, to be materially different from any future result performance or achievement expressed or implied by such forward-looking statements. These statements reflect management's current expectations regarding future events and operating performance as of the date of this news release.

Website: <http://www.dynacorgold.com>

Twitter: <http://twitter.com/DynacorGold>

Facebook: <http://www.facebook.com/pages/Dynacor-Gold-Mines-Inc/222350787793085>

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To view the photo associated with this press release, please visit the following link:

<http://www.marketwire.com/library/20151223-Chala800.jpg>

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