

>>> 2023



3Q FY23 Investor Update

MAY 2023

Dynamic Group Holdings Ltd ACN 640 888 213

ASXDDDB



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3Q FY23 Financial Performance

Improved performance

- **Improved margin in Q3 FY23 due to project maturity and initial outlay in preparation and mobilisation and realised efficiencies**
- 3Q FY23 **Revenue of \$27.4m** and **EBITDA of \$6.6m** (24.1% margin)
- 3Q YTD FY23 **Revenue of \$73.3m** and **EBITDA of \$11.6m** (15.8% margin)
- 121% increase in EBITDA margin, compared to 1H FY23
- Experiencing a sustained level of enquiries, resulting in a healthy order book and longer term tender opportunities
- 46 drill rigs in fleet, with 300+ personnel servicing projects
- The Company is focussed on maintaining sustained earnings through 4Q FY23
- Focus on cash generation and conversion

3Q YTD FY2023 Key Results










| | |
|---|------------------------|
| 3Q YTD FY23 Total Revenue ¹ | A\$73.3 million |
| 3Q YTD FY23 EBITDA ¹ | A\$11.6 million |
| Cash & Cash Equivalents ^{1, 2} | A\$10.9 million |
| Trade & Other Receivables ^{1, 2} | A\$14.1 million |
| Trade & Other Payables ^{1, 2} | A\$5.0 million |
| Net Assets ^{1, 2} | A\$44.6 million |

Notes:

1. Financial metrics are un-audited
2. As calculated at quarter end

Dynamic's Organisational Structure

Since listing in August 2020, Dynamic has proactively diversified its service offering to enhance its ability to provide multiple services to a single client

| |  <p>ORLANDO DRILLING <i>Safety and Sample Quality is Paramount</i></p> |  <p>Dynamic DRILL & BLAST</p> |  <p>Well Drill</p> |
|------------------|--|--|--|
| SERVICES | <p>Exploration drilling Grade control drilling</p> | <p>Mine production drill & blast Construction drill & blast Vibration sensitive drill & blast</p> | <p>Production supply and injection wells Deep artesian & geothermal wells Mine service holes Pump test services</p> |
| ASSETS | <p>2 x Air Core (AC) Drill Rigs 12 x Reverse Circulation (RC) Drill Rigs 1 x Diamond Drill (DD) Rigs</p> | <p>23 x Blast Hole Rigs</p> | <p>8 Water Well Rigs</p> |
| CUSTOMERS |      |     |      |

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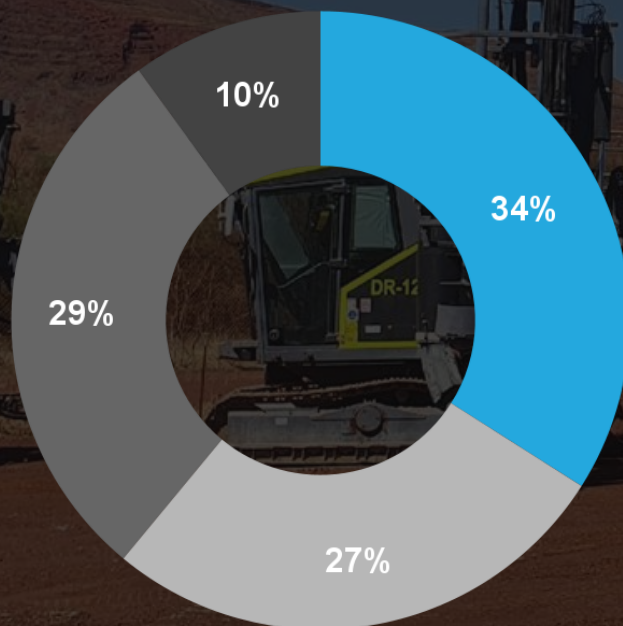
A Strong and Diversified Mining Presence



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Revenue by Commodity

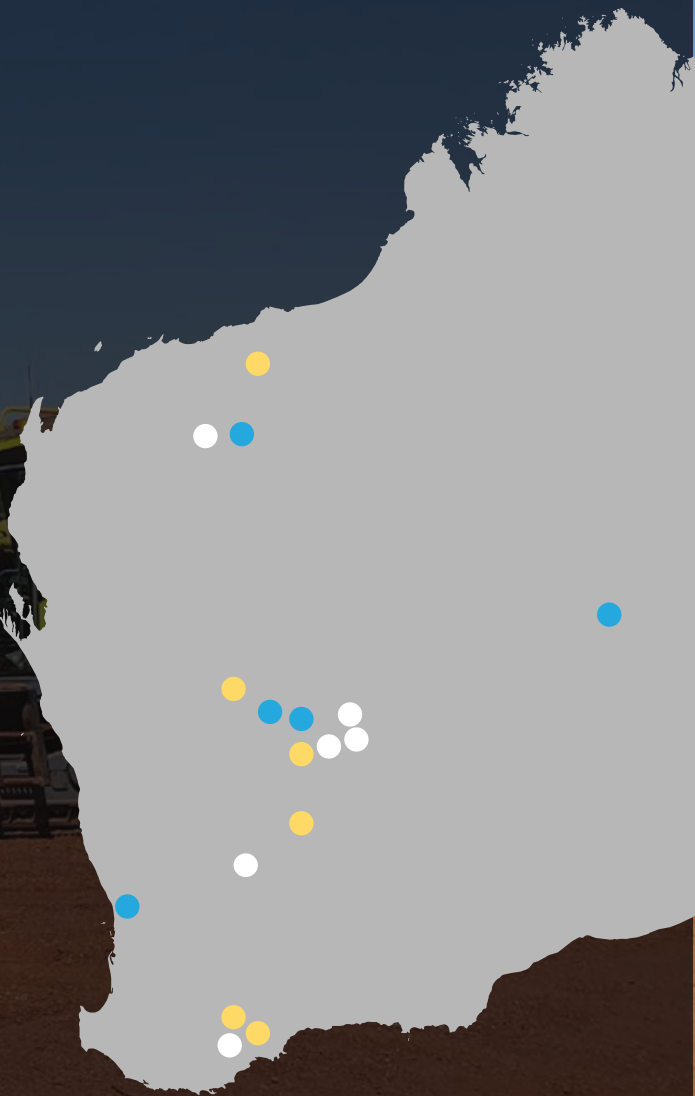


● Gold ● Lithium ● Iron Ore ● Other


ORLANDO DRILLING
Safety and Sample Quality is Paramount


Dynamic
DRILL & BLAST


Well Drill



Dynamic Corporate Profile

Corporate Overview

| | |
|--|-------------|
| ASX Code | DDB |
| Shares Issued | 134,552,955 |
| Share Price (at 28/04/2023) | A\$0.24 |
| Market Capitalisation (at 28/04/2023) | A\$32.3m |
| Net Debt^{1, 2} (as at 31/03/2023) | A\$23.1m |
| Cash^{1, 2} (as at 31/03/2023) | A\$10.9m |
| Enterprise Value (at 28/04/2023) | A\$55.4m |
| Net Asset Value (as at 31/03/2023) | A\$44.6m |

Notes:

1. Financial metrics are un-audited.
2. As calculated at quarter end

Proven and Credentialed Team

| | |
|--------------------------------|----------------|
| Non-Executive Chairman | Garret Dixon |
| Chief Executive Officer | Geoff Newman |
| Executive Director | Mark Davis |
| Executive Director | Matt Freedman |
| Executive Director | Joel Skipworth |
| Non-Executive Director | George Garnett |

Top Shareholders

| | |
|--|---------------|
| Temorex Pty Ltd & Goldfire Enterprises Pty Ltd (Rob Martin) | 15.38% |
| The Tiger Drill Trust (Joel Skipworth) | 12.08% |
| The Milligan Trust (David Kinnersley) | 12.08% |
| Valentino Holdings Pty Ltd & Ganan Capital Pty Ltd (Laurie Freedman) | 11.27% |
| JEZAC Pty Ltd (Mark Davis) | 6.19% |
| Rangehill Holdings Pty Ltd (Matt Freedman) | 6.19% |

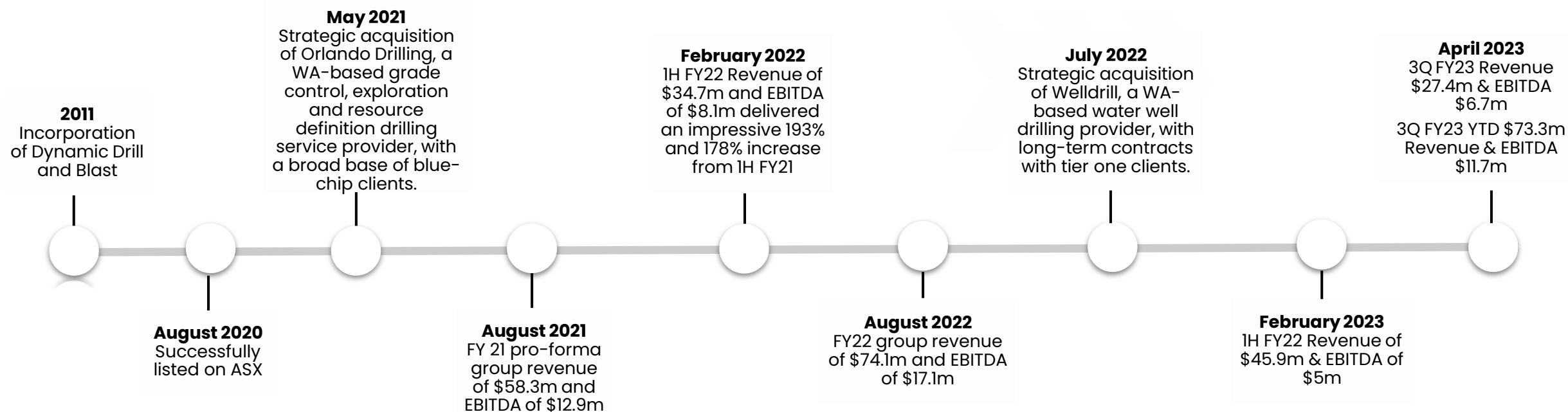
| | |
|------------------------------------|---------------|
| Total of top 6 shareholders | 63.19% |
| Top 20 Shareholders | 82.13% |
| Board and Management | 28.49% |

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Continued Growth

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3Q FY23 Financial Performance

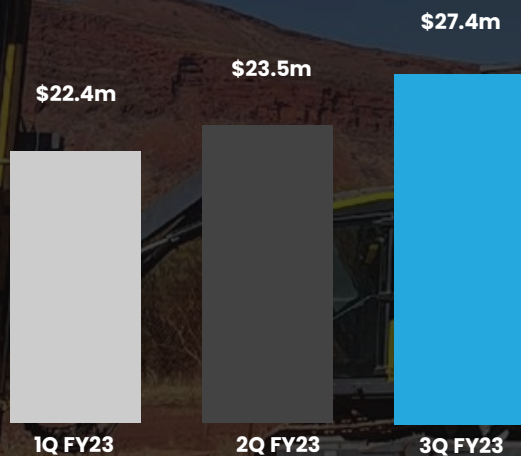


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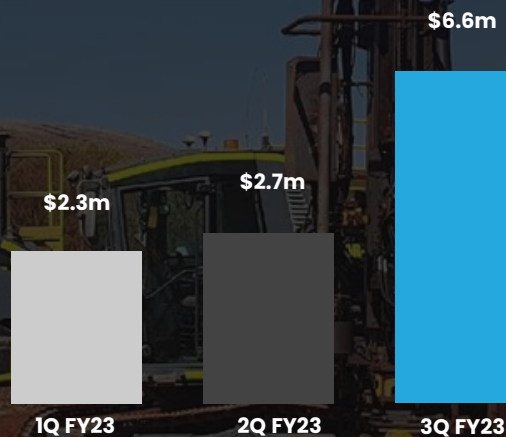
Revenue¹

+\$3.9m from 2Q FY23



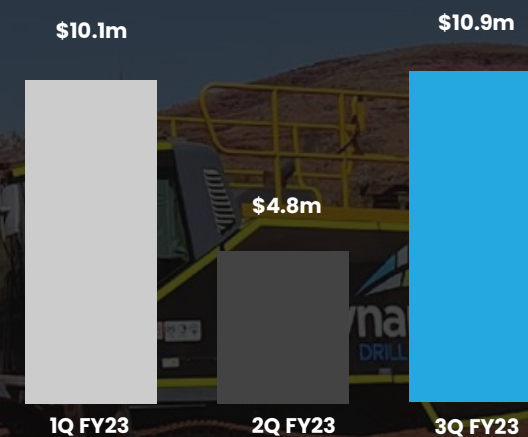
EBITDA¹

+\$4.0m from 2Q FY23



Cash^{1, 2}

+\$6.1m from 2Q FY23



Notes:

1. Financial metrics are un-audited
2. As calculated at quarter end



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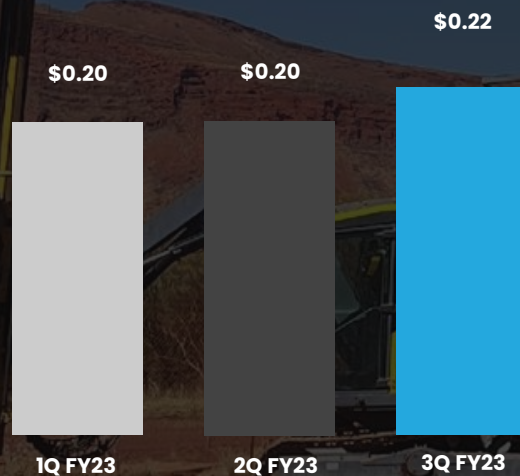
3Q FY23 Financial Performance



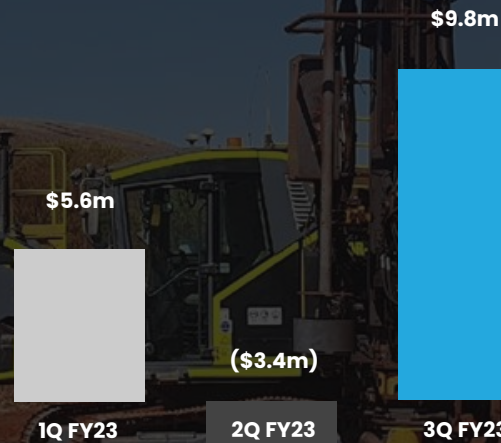
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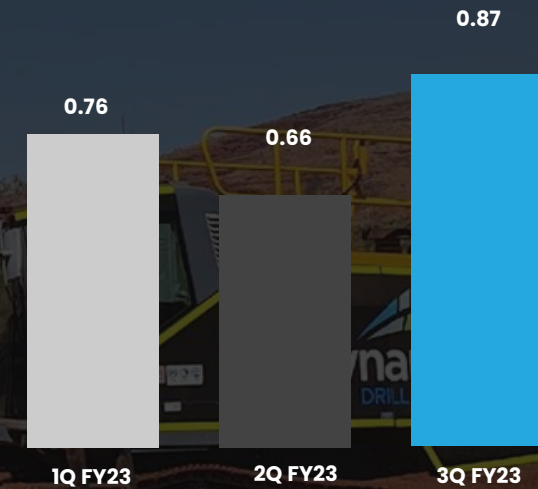
Net Assets / Share^{1, 2}



Net Operating Cashflow¹



Debt to Total Assets Ratio^{1, 2, 3}



Notes:

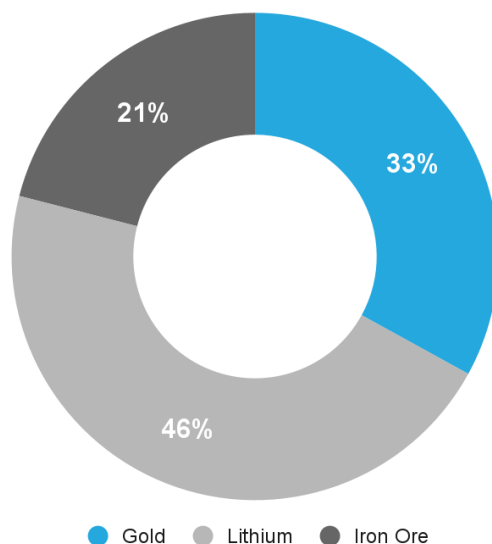
1. Financial metrics are un-audited.
2. As calculated at quarter end
3. Increase in debt is due to deferred consideration for the acquisition of Welldrill, and the acquisition of Welldrill Rig 7 in March 2023

3Q FY23 D&B Division Overview

Drill & Blast Division (Dynamic Drill & Blast)

- High utilisation (>90%) of rig fleet in 3Q FY23
- Successful deployment on newly purchased rig to long term production contract
- Successful mobilisation to Tier 1 Iron Ore producer in the Pilbara
- Cornerstone contracts remain with medium and long term tenure

Revenue by Commodity - Drill & Blast



Blast hole drill rigs

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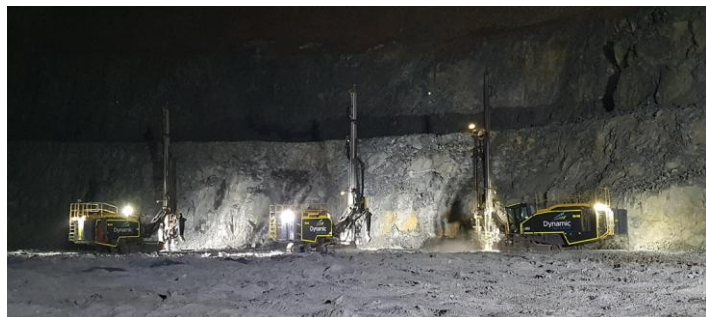
D&B Equipment Portfolio

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Epiroc T45 Top Hammer Drill Rig



Night shift at a long term project



Epiroc D65 Down The Hole Hammer Drill Rig



Drill and blast crew with Mobile Processing Unit and support LV



Blast hole drills on the move

3Q FY23 Exploration Division Overview

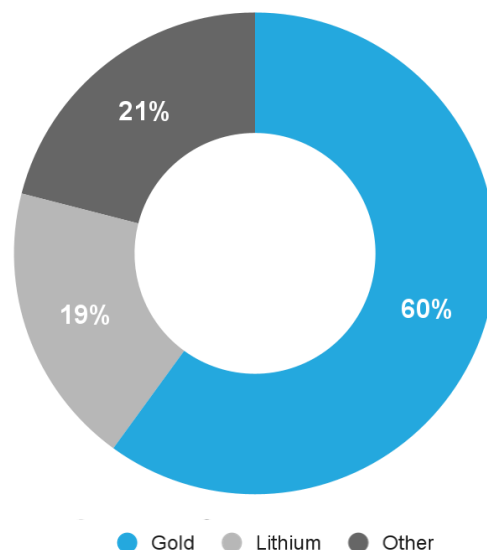
Exploration Drilling Division (Orlando Drilling)

- Preferred supplier for anticipated 40,000m+ of reverse circulation drilling
- Redeployment of 2 x rigs (and associated personnel) to Welldrill
- Delayed start up on short term projects due to heritage and environmental challenges
- Increased tender activity for FY24 drilling programs



Exploration drills and supporting equipment

Revenue by Commodity - Orlando Drilling



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Exploration Equipment Portfolio

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Drilling versatility in any terrain



Six Schramm T685 RC Drill Rigs



Four RC Tack Mounted Drill Rigs



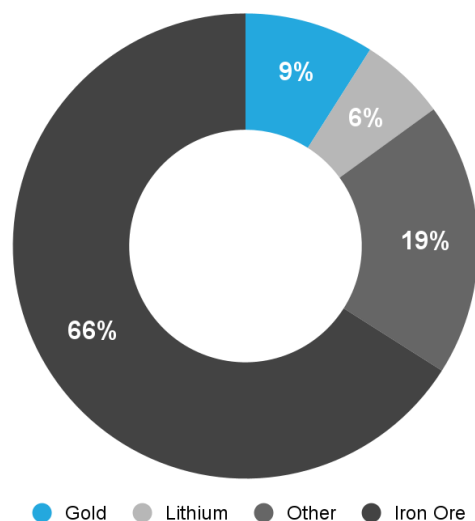
RC deep hole drilling to 450m+

3Q FY23 Water Drilling Division Overview

Water Drilling Division (WellDrill)

- WellDrill continues to service the tier 1 long term Iron Ore cornerstone project, which continues to have growth in existing scope
- All drills remain deployed, with redeployment of Orlando personnel increasing double shift utilisation
- New rig commissioned and ready for deployment in 4Q23
- Modification and redeployment of 2 x exploration rigs
- Ongoing strong tendering activity

Revenue by Commodity - WellDrill



Water drills and supporting equipment

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Water Drilling Equipment Portfolio

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Fraste FS500 and ancillary equipment



Fraste FS500 rig in the Pilbara



Fraste FS500 rig operating in Pilbara

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4Q FY23 & Beyond


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- Production contracts remain with medium and long term tenure
- Increased level of enquiry across all business units
- Latent rig capacity provides the opportunity to increase margins without additional capital outlay
- Potential reallocation of idle fleet within the group
- Continued focus on realising synergies across the group
- Maintainable EBITDA margin target 20-25%
- Focus on improved cash conversion
- Emphasis on ensuring a resilient balance sheet
- M&A growth opportunities continue to be assessed



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