

Dynasty Gold Corp.
Condensed Interim Financial Statements
March 31, 2021 and 2020
(Expressed in Canadian Dollars)

DYNASTY GOLD CORP.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the condensed consolidated interim financial statements, they must be accompanied by a notice indicating that the condensed consolidated interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Chartered Professional Accountants of Canada for a review of the condensed consolidated interim financial statements by an entity's auditor.

Dynasty Gold Corp.**Condensed Consolidated Interim Statement of Financial Position**
(Expressed in Canadian dollars)

	March 31, 2021	December 31, 2020
Assets		
Current		
Cash and cash equivalents (Note 4)	\$ 460,868	\$ 315,723
Receivables (Note 5)	5,429	5,327
Prepaid expenses	3,900	-
	470,197	321,050
Exploration and evaluation assets (Note 6)	991,591	964,821
	\$ 1,461,788	\$ 1,285,871
Liabilities		
Current		
Accounts payable and accrued liabilities (Note 7)	\$ 135,499	\$ 159,766
	135,499	159,766
Shareholders' Equity		
Share capital (Note 8)	36,098,101	36,098,101
Subscription receipt (Note 13)	250,510	-
Share-based payment reserve (Note 8)	2,891,355	2,891,355
Deficit	(37,913,677)	(37,863,351)
	1,326,289	1,126,105
	\$ 1,461,788	\$ 1,285,871

Nature of Business and Continuance of Operations (Note 1)**Subsequent Event** (Note 13)

See accompanying notes to the Condensed Consolidated Interim Financial Statements.

Dynasty Gold Corp.**Condensed Consolidated Interim Statements of Changes in Shareholders' Equity****For the three months ended March 31, 2021 and 2020**(Expressed in Canadian dollars)

	Common Shares						
	Number of Shares	Amount	Shares to be Issued	Share-based Payment Reserve	Deficit	Total Shareholders' Equity	
Balance, December 31, 2019	25,025,975	\$ 35,898,101	\$ -	\$ 2,891,355	\$ (37,676,981)	\$ 1,112,475	
Shares to be issued	-	-	-	-	-	-	
Comprehensive loss	-	-	-	-	(51,702)	(51,702)	
Balance, March 31, 2020	25,025,975	\$ 35,898,101	-	\$ 2,891,355	\$ (37,728,684)	\$ 1,060,772	
Private placement (Note 8)	4,000,000	200,000	-	-	-	200,000	
Comprehensive loss	-	-	-	-	(134,667)	(134,667)	
Balance, December 31, 2020	29,025,975	\$ 36,098,101	-	\$ 2,891,355	\$ (37,863,351)	\$ 1,126,105	
Shares to be issued	-	-	250,510	-	-	250,510	
Comprehensive loss	-	-	-	-	(50,326)	(50,326)	
Balance, March 31, 2021	29,025,975	\$ 36,098,101	\$ 250,510	\$ 2,891,355	\$ (37,913,677)	\$ 1,326,289	

See accompanying notes to the Condensed Consolidated Interim Financial Statements.

Dynasty Gold Corp.**Condensed Consolidated Interim Statements of Comprehensive Loss**(Expressed in Canadian dollars)

For the three months ended March 31,	2021	2020
Expenses		
Consulting fees	\$ 23,288	\$ 23,288
Office expenses	2,497	1,638
Rent	4,650	4,650
Professional fees	4,831	3,165
Project investigation costs	7,763	7,763
Regulatory and transfer agent fees	2,481	2,199
Shareholder communications	4,915	9,487
	50,425	52,190
Other items		
Interest income	(99)	(488)
	(99)	(488)
Comprehensive loss	\$ 50,326	\$ 51,702
Loss per share – basic and diluted	\$ (0.00)	\$ (0.00)
Weighted average number of common shares outstanding – basic and diluted	27,184,879	22,605,263

See accompanying notes to the Condensed Consolidated Interim Financial Statements.

Dynasty Gold Corp.**Condensed Consolidated Interim Statements of Cash Flows**
(Expressed in Canadian dollars)

For the three months ended March 31,	2021	2020
Cash flows provided by (used in):		
Operating activities		
Net loss	\$ (50,326)	\$ (51,702)
Changes in non-cash working capital items:		
Receivables	(103)	1,048
Prepaid expenses	(3,900)	268
Accounts payable and accrued liabilities	(24,266)	51,408
	(78,595)	1,022
Financing activities		
Share subscription advances/Private placement	250,510	310,000
	250,510	310,000
Investing activity		
Exploration and evaluation asset costs and expenditures	(26,770)	(28,563)
	(26,770)	(28,563)
Change in cash and cash equivalents	145,145	(27,541)
Cash and cash equivalents, beginning	315,723	333,618
Cash and cash equivalents, ending	\$ 460,868	\$ 306,077

See accompanying notes to the Condensed Consolidated Interim Financial Statements.

Notes to Condensed Consolidated Interim Financial Statements
For the three months ended March 31, 2021 and 2020
(Expressed in Canadian dollars)

1. Nature of Business and Continuance of Operations

The Company was incorporated under of the laws of the province of British Columbia on December 12, 1985. The Company's principal office is located at 610 Granville Street, Suite 1613, Vancouver, B.C. V6C 3T3. The Company is an exploration stage company engaged in the acquisition, exploration and development of mineral properties. The Company's shares are listed on the TSX-Venture Exchange (the "Exchange") under the symbol "DYG".

These financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The continuing operations of the Company are dependent upon its ability to raise adequate financing to develop its mineral properties, and to commence profitable operations in the future. To date, the Company has not generated any revenues and is considered to be in the exploration stage. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Management's plan includes continuing to pursue additional sources of financing through equity offerings, seeking joint venture partners to fund exploration, monitoring exploration activity and reducing overhead costs. As a result of its plans, management expects that the Company will have sufficient capital to fund operations and keep its mineral properties in good standing for the upcoming fiscal year. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

Since December 31, 2019, the outbreak of the novel strain of corona virus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. Management is monitoring the impact of COVID-19 on all aspects of its business and anticipates that it may affect the Company's ability to raise financing.

2. Significant Accounting Policies**a) Basis of presentation and statement of compliance**

These consolidated financial statements have been prepared by management using International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The consolidated financial statements of the Company have been prepared on an accrual basis and are based on historical costs, modified where applicable. The consolidated financial statements are presented in Canadian dollars unless otherwise noted.

The Company's board of directors approved these consolidated financial statements for issue on May 31, 2021.

b) Basis of consolidation

These consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Terrawest Minerals Inc.

Dynasty Gold Corp.

Notes to Condensed Consolidated Interim Financial Statements For the three months ended March 31, 2021 and 2020 (Expressed in Canadian dollars)

2. Significant Accounting Policies (continued)

b) Basis of consolidation (continued)

All intercompany balances and transactions have been eliminated on consolidation.

3. Accounting Standards Issued but Not Yet Applied

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. Cash and Cash Equivalents

	March 31, 2021	December 31, 2020
Cash at bank	\$ 437,868	\$ 142,723
Bank term deposits	23,000	173,000
	\$ 460,868	\$ 315,723

5. Receivables

	March 31, 2021	December 31, 2020
GST receivable	\$ 5,429	\$ 4,979
Other receivables	-	348
	\$ 5,429	\$ 5,327

Dynasty Gold Corp.

Notes to Condensed Consolidated Interim Financial Statements For the three months ended March 31, 2021 and 2020 (Expressed in Canadian dollars)

6. Exploration and Evaluation Assets

	Golden Repeat Property	Thundercloud Gold Property	Total
Acquisition Costs			
Balance, December 31, 2019	\$ 127,000	\$ 157,500	\$ 284,500
Acquisition cost paid in shares	-	-	-
Balance, December 31, 2020	\$ 127,000	\$ 157,500	\$ 284,500
Balance, March 31, 2021	\$ 127,000	\$ 157,500	\$ 284,500
Deferred Exploration Costs			
Balance, December 31, 2019	\$ 288,420	\$ 224,310	\$ 512,730
Property expenditures	15,731	151,860	167,591
Balance, December 31, 2020	\$ 304,151	\$ 376,170	\$ 680,321
Property expenditures	245	26,525	26,770
Balance, March 31, 2021	\$ 304,396	\$ 402,695	\$ 707,091
Total as at December 31, 2020	\$ 431,151	\$ 533,670	\$ 964,821
Total as at March 31, 2021	\$ 431,396	\$ 560,195	\$ 991,591

Golden Repeat Property, Nevada, USA

The Company owns a 100% interest in the Golden Repeat property, subject to 2% Net Smelter Royalty ("NSR"). The Company has the option to buy back 75% of the NSR for \$1 million within three years of commencing production.

Thundercloud Gold Property, Ontario, Canada

On February 1, 2018, the Company signed an option agreement with Teck Resources Limited ("Teck") to acquire a 100% interest in the Thundercloud Gold Property, located in the Archean Manitou-Stormy Lakes Greenstone Belt in Ontario. Pursuant to the agreement, the Company has an option to earn up to a 100% interest in the property by spending \$6,000,000 over five years and by issuing 1,000,000 common shares of the Company to Teck. The Company issued 1,000,000 fully paid common shares per the terms of the agreement and subsequent amendment. The Company must spend \$300,000 in mandatory expenditures in the first year. By agreements between the parties on December 6, 2018, the dates in the expenditure schedule were deferred for such a length of time as is reasonably necessary to accommodate the work delays.

Teck retains a back-in right to earn back a 65% interest in the property by spending \$15-million over a four-year period and delivers a notice within 90 days following receipt of the Company's expenditure notice. If the back-in right is not exercised, it retains a 2% net smelter return ("NSR") that can be reduced to 1.5% at the option of the Company by making a cash payment of \$1,000,000.

Dynasty Gold Corp.

Notes to Condensed Consolidated Interim Financial Statements For the three months ended March 31, 2021 and 2020 (Expressed in Canadian dollars)

7. Accounts Payable and Accrued Liabilities

	March 31, 2021	December 31, 2020
Accounts payable	\$ 37,692	\$ 61,959
Amounts due to related parties	97,807	97,807
	<u>\$ 135,499</u>	<u>\$ 159,766</u>

8. Share Capital

Authorized

Unlimited number of common shares without par value.

Share Issuances

On June 17, 2020, the Company closed a non-brokered private placement of 4,000,000 units for gross proceeds of \$200,000. Each unit consists of one common share at \$0.05, and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at \$0.10 for the first twelve months from closing and at \$0.20 for six months thereafter. The units issued under the private placement are subject to a four-month hold period from the date of closing.

On September 9, 2019, the Company closed a non-brokered private placement for 3,100,000 shares at \$0.10 per share for gross proceeds of \$310,000.

On September 20, 2019, the Company issued 500,000 common shares to Teck, pursuant to the Thundercloud Gold Property with a fair value of \$0.085 per share (Note 6).

Stock Options

The Company has adopted an incentive stock option plan (the "Plan"). The essential elements of the Plan provide that the aggregate number of shares of the Company's capital stock issuable pursuant to options granted under the Plan may not exceed 10% of the total issued and outstanding shares of the Company. Options granted under the Plan may have a maximum term of five years. The exercise price of options granted under the Plan will not be less than the market price of the shares or such other price as may be agreed to by the Company and accepted by the Exchange. All options granted under the Plan will become vested with the right to exercise one-fourth of the option immediately, and one-fourth of the option upon the conclusion of every six months subsequent to the date of the grant of the option, except options granted to consultants performing investor relations activities, which options will become vested to exercise one-fourth of the option upon every three months subsequent to the date of the grant of the option.

Dynasty Gold Corp.**Notes to Condensed Consolidated Interim Financial Statements**
For the three months ended March 31, 2021 and 2020
(Expressed in Canadian dollars)

8. Share Capital (continued)**Stock Options** (continued)

A summary of the status of the Company's stock options outstanding as of March 31, 2021 and changes during the years then ended is as follows:

As at March 31, 2021, the following stock options are outstanding:

Issue date	Number of Options Outstanding	Expiry date	Weighted average exercise price
March 31, 2021	1,500,000	November 8, 2022	\$ 0.20

Warrants

A summary of the status of the Company's outstanding warrants as of March 31, 2021 and changes during the years then ended is as follows:

	Number of Warrants Outstanding	Weighted Average Exercise Price
Balance, December 31, 2019	1,775,000	\$ 0.29
Expired	(1,775,000)	\$ 0.30
Issued	4,000,000	\$ 0.10
Balance, December 30, 2020	4,000,000	\$ 0.10

As at March 31, 2021, the following warrants are outstanding:

Issue date	Number of Warrants Outstanding	Expiry date	Weighted average exercise price
June 17, 2020	4,000,000	December 17, 2021	\$ 0.20

Dynasty Gold Corp.

Notes to Condensed Consolidated Interim Financial Statements For the three months ended March 31, 2021 and 2020 (Expressed in Canadian dollars)

8. Share Capital (continued)

Share-based Payment Reserve

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

9. Related Party Balances and Transactions

Related Party Balances

Included in accounts payable and accrued liabilities is \$ 97,807 (2020 - \$63,604) due to officers of the Company (Note 7). The amount is unsecured, non-interest bearing and due on demand.

Key Management Compensation

During the three months ended March 31, 2021, the Company accrued and/or paid \$48,903 (2020 - \$48,903) to directors and officers for providing management, accounting and geological consulting services to the Company.

10. Segmented Information

The Company's activities are all in the industry segment of mineral property acquisition, exploration and development. The Company's exploration and evaluation assets are located in the USA and Canada (Note 6).

As at March 31, 2021

	Canada	USA	Total
Exploration and evaluation assets	\$ 560,195	\$ 431,396	\$ 991,591

As at December 31, 2020

	Canada	USA	Total
Exploration and evaluation assets	\$533,670	\$431,151	\$964,821

11. Financial Risk Management

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash of \$460,868. Cash is held with a bank in Canada. As all of the Company's cash and cash equivalents is held by the same Canadian bank there is a concentration of credit risk. This risk is managed by using a major bank that is a high credit quality financial institution as determined by rating agencies. As at March 31, 2021, the risk is considered minimal.

Notes to Condensed Consolidated Interim Financial Statements
For the three months ended March 31, 2021 and 2020
(Expressed in Canadian dollars)

11. Financial Risk Management (continued)*Currency Risk*

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to currency risk is minimal as the Company's transactions and financial instruments are primarily denominated in Canadian dollars.

The Canadian dollar equivalents of cash and cash equivalents denominated in United States dollars is \$80,425 (US \$62,928).

Interest Rate Risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company is exposed to interest rate risk as cash and cash equivalents earn interest income at variable rates. As at March 31, 2021, the risk is considered minimal.

Liquidity Risk

Liquidity risk arises through the excess of financial obligations over available financial assets due at any point in time. The Company's objective in managing liquidity risk is to maintain sufficient readily available reserves in order to meet its liquidity requirements at any point in time. The Company achieves this by maintaining sufficient cash and cash equivalents. As at March 31, 2021, this risk is considered high.

12. Capital Disclosures

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern, to pursue the development of its mineral properties and to maintain a flexible capital structure which optimizes the cost of capital within a framework of acceptable risk. In the management of capital, the Company includes the components of shareholders' equity, cash and cash equivalents.

The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust its capital structure, the Company may issue new shares, issue new debt, acquire or dispose of assets or adjust the amount of cash and cash equivalents.

The Company is dependent on the capital markets as its source of operating capital and the Company's capital resources are largely determined by the strength of the junior resource markets and by the status of the Company's projects in relation to these markets, and its ability to compete for investor support for its projects.

The capital structure of the Company consists of equity and cash and cash equivalent. The Company is not subject to externally imposed capital restrictions. There were no changes to the Company's approach to capital management during the year.

13. Event After the Reporting Period

In April 2021, the Company closed a non-brokered private placement of 3,126,233 units for gross proceeds of \$531,460. Each unit consists of one common share at \$0.17 and one common share purchase warrant at \$0.25 for a period of two years.

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the three months ended March 31, 2021

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DYNASTY GOLD CORP.

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE THREE MONTHS ENDED MARCH 31, 2021

INTRODUCTION

This management's discussion and analysis ("MD&A") was prepared as of May 31, 2021 and is management's assessment of Dynasty Gold Corp.'s (the "Company") operating results and financial condition. This MD&A should be read in conjunction with the condensed consolidated interim financial statements and related notes for the three months ended March 31, 2021, and the audited consolidated financial statements for the year ended December 31, 2020. These consolidated financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS"). All dollar amounts are expressed in Canadian dollars unless otherwise stated.

Dynasty Gold Corp. is listed on the TSX Venture Exchange under the ticker symbol "DYG", on the Frankfurt Exchange under the ticker symbol "D5G" and on the OTC under the ticker symbol "DGDCF".

Additional information relevant to the Company's activities can be found on SEDAR at www.sedar.com.

FORWARD-LOOKING STATEMENTS

Certain information included in this discussion may constitute forward-looking statements. Forward-looking statements are based on current expectations and entail various risks and uncertainties. These risks and uncertainties could cause or contribute to actual results that are materially different from those expressed herein or implied. The Company disclaims any obligation or intention to update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise.

COMPANY OVERVIEW

Dynasty Gold Corp. is a Canadian-based, junior company focused on exploring for and developing economically viable mineral resources. The Company's 100% owned Golden Repeat Gold Property is located in Elko County, Nevada, United States.

In February 1, 2018, the Company signed an option agreement with Teck Resources Limited ("TECK") to earn a 100% interest in the Thundercloud Gold Property located on the Central Wabigoon Greenstone Belt in Northwestern Ontario. Please refer to press release dated February 1, 2018 for details of the transaction.

The Company also owns a 70% interest in an operating gold mine; the Hatu Qi-2 in the Xinjiang Province of China. The remaining 30% is owned by Western Region Gold Co. Ltd. (formerly Jinge Gold Mining Ltd.), a 100% owned subsidiary of a State-owned company Xinjiang Non-Ferrous Metal Industry (Group) Ltd. ("XNF"). The Company has spent over US\$12 million in acquisition and development of the Property.

XNF and its subsidiary Western Region Gold Co. Ltd. have included the Hatu Qi-2 gold resource in an Initial Public Offering ("IPO") on the Shanghai Stock Exchange, but without recognizing Dynasty Gold Corp.'s legal rights and interests in the Property. The Company has brought a legal action against the State-owned company Xinjiang Non-Ferrous Metal Industry (Group) Ltd. ("XNF"), and its wholly owned subsidiary Western Region Gold Co. Ltd. in the Xinjiang Supreme Court. Xinjiang Supreme Court has ruled against the Company citing that the resource estimate reports prepared by SRK Canada is not recognized and considered as resource estimate in China. The Company is assessing the situation and is studying its options.

Dynasty's short-term strategy is to explore and develop the two gold properties in North America and continue to evaluate other quality assets to add to its portfolio. Its long-term strategy is to develop these properties into technically feasible and commercially viable producing mines.

As of the date of this MD&A, the Company has not engaged in any production, nor found any proven reserves on its North America properties. The Hatu Qi-2 gold asset hosts a 43-101 compliant resource of 560,000 ounces of gold.

The Company is a reporting issuer in British Columbia and in Alberta.

MINERAL EXPLORATION PROJECTS

NEVADA, USA

Golden Repeat Property

Overview

The Golden Repeat Property consists of 49 claims located on the north slope of the Midas Trough, along the Carlin Trend, within the Northern Nevada Rift. These claims have many geological similarities to gold properties in the well-known Midas Gold District. Hecla Mining Company's Midas Mine lies 18 kilometres (km) (10 miles) east of the Property. The Midas Mine previously was owned by Newmont until February 2014 (3 million oz gold reserves at 31g/t Au) and is an epithermal, bonanza-type gold-silver bearing system. Additionally, major sediment-hosted Carlin-style gold mines owned by Nevada Gold Ventures LLC are nearby, including the Getchell-Twin Creeks-Turquoise Ridge mines (15 km to the southwest, and its Goldstrike Mine complex, 50 km (30 miles) southeast of the Property).

Two distinct gold-silver targets exist on Golden Repeat. One is a volcanic-hosted epithermal occurrence, similar to the Midas Mine gold-silver deposit of Hecla. The other target is a sediment-hosted, Carlin-style gold occurrence underlying Tertiary volcanic rocks. The Property was drilled by Goldfields from 1992 to 1994 and by Romarco in 1997/1998.

On July 30, 2013, the Company acquired a 100% interest in the Property, subject to a 2% NSR. The Company has the option to buy back 75% of the NSR for \$1 million within three years of commencing production. The Company is also required to issue an additional 62,500 common shares if proven gold or gold equivalent reserves exceed 500,000 ounces at commercially viable production grades.

The Company carried out a surface exploration program in July 2011. Its objective was to follow up drill targets identified by Yamana during their work on the Property from 2007 to 2009. Forty-one rock chip samples were taken on the eastern and southern parts of the Property and in adjacent areas peripheral to it. One float sample returned 10 g/t gold. Another sample that carried 1 g/t of gold came from an outcropping vein located near an existing road and drill sites. Dynasty Gold drilled three angled reverse circulation holes in 2011 totaling 816 metres (m) to intersect the outcropping Clover vein system and a separate structural target previously proposed by Yamana. The assay results from 576 drill samples were consistent with the previous Romarco and Yamana results in the vicinity. The first hole (DG 1) was drilled to a depth of 304 m and encountered 0.569 g/t gold over 1.7 m at 296 m, and the second hole (DG-2) intercepted similar mineralization but returned no significant gold values.

The third drill hole (DG-3), drilled to 285 m, hit a well-mineralized zone at the top of a rhyolite formation at 130 m and intersected 12.2 m of mineralization that averaged 1.14 g/t gold, 9.0 g/t silver, and 968 ppm arsenic. Within this interval the best intercept was 3.4 g/t gold and 44.6 g/t silver over 1.7 m. That suggests that the altered rhyolite unit at shallow depth is a favorable target host for the mineralized Midas-style epithermal gold-quartz veins.

The renewal of the Golden Repeat drill permit was approved by the Bureau of Land Management (BLM) in Elko County, Nevada, United States in October, 2019.

Activities during the three months ended March 31, 2021

There were no exploration activities during the quarter.

ONTARIO, CANADA

Thundercloud Gold Property

Overview

The Company signed an option agreement with Teck Resources Limited (“Teck”), in February 1, 2018, to earn a 100% interest in the Thundercloud Gold Property (“Thundercloud”), located in the central Wabigoon greenstone belt in Ontario. Pursuant to the agreement, the Company has an option to earn up to a 100% interest in the Property by spending \$6,000,000 over five years and by issuing 1,000,000 common shares of the Company to TECK. The first 500,000 common shares were issued on February 26, 2018, the remaining 500,000 common shares were issued on September 20, 2019. The Company was obligated to spend \$300,000 in the first year. By agreements between the parties on December 6, 2018, the dates in the expenditure schedule were deferred for such a length of time as is reasonably necessary to accommodate the Work Delay. TECK retains a back-in right to earn back a 65% interest in the property. Please refer to press release dated February 1, 2018 and the Company’s current financial statement for details of the transaction.

The Thundercloud property geological setting is comparable to the Abitibi belt in Eastern Ontario, but it is much less explored. The Belt contains numerous gold showings, several high-grade deposits and historic past gold producers, including the Big Master Mine (1902-1943) and the Laurentian Mine (1906-1909). Exploration results to date indicate excellent potential to define bulk-tonnage orogenic gold mineralization with high-grade potential. Close to 30 million ounces of gold have been discovered in the area in recent years.

The 2,250 hectare Property is located 47 kilometres (km) southeast of Dryden in northwestern Ontario. It is readily accessible from the Trans-Canada Highway (Hwy 17). Dryden is a resource-based city with excellent infrastructure for mining operations. Several large-scale mining and exploration projects in the region include New Gold’s Rainy River Mine (6.4 million oz gold and 18.7 million oz silver) and Agnico Eagle’s Hammond Reef deposit (5.8 million oz gold).

Two mineralized zones, the Pelham and West Contact, have been identified on the Property. The exploration done by TECK is well documented with supporting databases. TECK and others have completed over 12,000 metres (m) of core drilling with majority of the holes drilled in the Pelham Zone. The West Contact Zone is less explored but shows great potential based on an outstanding trench result of 8.02 g/t gold over 39 m, including 89.4 g/t over 3.0 m.

Highlights of drill results from historic work including drilling by TECK (2007 and 2008) and Laurentian Goldfields (2011):

- 113.0 m @ 1.72 g/t Au (88-10)
- 60.30 m @ 1.46 g/t Au (88-05)
- 55.25 m @ 2.19 g/t Au (TC08-11), including 1 m @ 37.5 g/t Au, 9.34 m @ 7.91 g/t Au and 21.73 m @ 4.63 g/t Au
- 29.66 m @ 0.77 g/t Au, including 9.04 m @ 2.20 g/t Au (TC08-09)
- 68.8 m @ 1.55 g/t Au (TC11-001)
- 39.0 m @ 1.45 g/t Au (TC11-003)
- 39.05 m @ 1.68 g/t Au (TC11-004)
- 81.0 m @ 1.31 g/t Au (TC11-006)

The highest-grade assay sample from historic drilling returned 192.7 g/t gold over 0.55 m.

In 2011, Fladgate Exploration Consulting (“Fladgate”) was contracted to create a 3D resource model of the historic drill data. The model for the Pelham zone exploration target showed potential for 300,000 ounces of gold at a grade of 1.6 g/t Au using a cut-off grade of 0.5 g/t Au. This initial resource estimate was developed for targeting purposes, and it is not National Instrument 43-101 (“NI43-101”) compliant. The Company has commissioned Fladgate to prepare a NI 43-101 compliant resource estimate report in July 2020. The report is pending.

The Company has not independently verified previous data reported in this MD&A.

In early November 2018, a mapping and rock sampling program was completed on the Property. A total of 84 outcrop sites were examined throughout the Property. The West Contact area was the primary focus of the fieldwork, centred on the Glatz outcrop where rock chip samples assayed returned 3.03 grams per tonne gold over 30 metres of outcrop in the 2018 summer program described below. These results extended gold mineralization from the original 39.0 metres at 8.02 g/t gold to a total of 69 metres. Other areas of interest include mineralization to the south identified by TECK in 2008 where rock chip samples returned up to 9.42 g/t gold as well as locations where previous IP surveying identified high chargeability and resistivity anomalies.

During the program, numerous exposures of moderate to strongly silicified mafic and sedimentary rock lithologies hosting estimated 1% to 5% very fine-grained disseminated pyrite and pyrrhotite were sampled. 64 rock samples were collected and delivered to the ALS laboratory in Thunder Bay for assay and results extended the anomalous area. Highlights of the assay results included a grab sample taken near Trench 3 in the north end of the West Contact zone, a silicified mafic volcanic, that assayed 4.09 g/t Au, indicating gold potential outside of the younger Temiskaming-like sediments. The typical silver and telluride pathfinder elements characteristic of the Western Contact area were also elevated. A sample returning 0.72 g/t Au came from Trench 8 (between the Pelham zone and the West Contact zone) from a sheared felsic unit. A grab sample that assayed 0.61 g/t Au was taken 30 m west of the Glatz outcrop, confirming it as trenching Target Area 1. A grab sample that assayed 0.54 g/t Au was collected from trenching Target Area 2, where historic samples taken by Glatz had assayed 2.10, 7.27 and 6.09 g/t Au. Further work is planned on the structural controls to gold mineralization. Drill cores from the 2011 drill campaign were identified and inspected.

An area to the west of Glatz outcrop, where IP surveying identified high chargeability and resistivity anomalies, was also ground-checked. The IP anomalies represent strongly silicified interflow sedimentary rocks hosting estimated 4% to 5% fine-grained pyrite and pyrrhotite.

The mapping and prospecting program was to confirm drill targets, verify and extend the known gold mineralization, confirm rock descriptions, and to acquire additional structural data. Drill sites will be confirmed based on geophysics, and previous and current sampling.

In the early summer of 2018, a Property inspection was conducted and followed by a surface sampling program. New rock chip samples collected over the Glatz Outcrop, immediately south of Trench 07-2, returned 3.03 g/t gold over 30 metres of outcrop. This confirms gold mineralization extends from the original Trench 07-2 area which returned 8.02 g/t gold over 39.0 metres for at least another 30 metres to the south and remains open in all directions. Assay results for the grab samples taken in the Trench 07-2 area returned gold grades that are consistent with the 2007 results. Samples were assayed, in the ALS lab in Thunder Bay, Ontario, for 48 elements using the ME-MS 61 package, with 4-acid dissolution.

In the summer of 2018, drill data from 2007, 2008 and 2011 drill campaigns in the Pelham Zone were digitized and cross sections were generated to provide a better understanding of the mineralized zone and its geology. All drill data was collated and combined into one database. A grade shell model of the Pelham Zone was produced with projected northeast plunging mineralization. It was determined that further drilling is required to confirm this hypothesis. Data compilation also included combining geophysical and geochemical data in layered maps to identify targets for follow up.

Activities during the three months ended March 31, 2021

Despite the province-wide Covid-19 pandemic lock-downs in Ontario, the Company has continued its consultation effort during the quarter with the First Nations and the Ministry of Energy, Northern Development and Mines ("ENDM") of Ontario for an exploration permit approval. At the end of March, ENDM has approved the exploration permit.

MANAGEMENT CHANGES

There were no management changes in the first quarter of 2021.

FINANCIAL DATA

Selected Annual Financial Information

The following table sets forth selected financial information for and as of the end of the periods indicated. The Financial Statements may be accessed at www.sedar.com. Readers are encouraged to review the Financial Statements in their entirety.

Fiscal Years Ended December 31

	2020	2019	2018
Interest and other income	\$ 812	\$ 2,575	\$ 2,596
Net loss before other items	(207,484)	(268,085)	(434,584)
Net loss	(186,370)	(273,509)	(415,289)
Net loss per share (basic and fully diluted)	(0.01)	(0.01)	(0.02)
Total assets	\$ 1,285,871	\$ 1,142,403	\$ 1,123,373

Selected Quarterly Financial Information

The following financial information is derived from the unaudited consolidated interim financial statements:

	March 31, 2021	December 31, 2020	September 30, 2020	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019
Other Items	\$ 99	\$ 108	\$ 109	\$ 107	\$ 488	\$ 635	\$ 727	\$ 487
Net Loss	(50,326)	(50,403)	(31,856)	(52,409)	(51,702)	(62,839)	(79,211)	(66,686)
Net Loss Per Share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
Total Assets	\$ 1,461,788	\$ 1,285,871	\$ 1,259,193	\$ 1,246,812	\$ 1,142,109	\$ 1,142,403	\$ 1,260,665	\$ 1,040,965

Results of Operations

During the three months ended March 31, 2021, the Company reported a net loss of \$50,326 or \$(0.00) per share (2020 - \$51,702 or \$(0.00) per share). The decrease in net loss of \$1,376 in comparison to the same period of last year was mainly attributed to the decrease in shareholder's communication cost of \$4,572, offset by an increase of professional fee of \$1,666, regulatory and transfer agent fee of \$282 and office expense of \$859.

LIQUIDITY AND CAPITAL RESOURCES

As of March 31, 2021, the Company had working capital of \$334,698 which included cash and short-term investments of \$460,868 (2020 - \$234,979 which included cash and short-term investments of \$306,077).

Net cash flow used in operating activities for the three months ended March 31, 2021 was \$78,595 (2020 - \$1,022).

Net cash flow provided from financing activities for the three months ended March 31, 2021 was \$250,510 (2019 - \$Nil).

Net cash flow used in investing activities for the three months ended March 31, 2021 was \$26,770 (2020 - \$28,563), which was related to exploration expenses.

SHARE CAPITAL

The following information is provided as at March 31, 2021:

Authorized – unlimited number of common shares without par value.

Issued and outstanding common shares – 29,025,975

Warrants – 4,000,000

Options – 1,500,000

The following information is provided as at May 31, 2021:

Issued and outstanding common shares – 32,152,208

Warrants – 7,126,233

Options – 2,850,000

Share Purchase Warrants

As at March 31, 2021, 4,000,000 purchase warrants are outstanding and exercisable.

As at May 31, 2021, 7,126,233 purchase warrants are outstanding and exercisable.

Stock Options

As at March 31, 2021, 1,500,000 stock options are outstanding and exercisable.

As at May 31, 2021, 2,850,000 stock options are outstanding and exercisable.

RELATED PARTY BALANCES AND TRANSACTIONS

Related Party Balances

Included in accounts payable and accrued liabilities is \$97,807 (2020 - \$63,604) due to officers of the Company. The amount is unsecured, non-interest bearing and due on demand.

Key Management Compensation

During the three months ended March 31, 2021, the Company accrued and/or paid \$48,904 (2020 - \$48,904) to directors and officers for providing management, accounting and geological consulting services to the Company.

OFF BALANCE SHEET ARRANGEMENTS

The Company has no off-balance sheet arrangements.

CRITICAL ACCOUNTING ESTIMATES AND CHANGES IN ACCOUNTING PRINCIPLES

The Company's accounting policies are presented in Note 2 to the audited annual consolidated financial statements for the year ended December 31, 2020. These accounting policies can have a significant impact on the financial performance and financial position of the Company.

The preparation of the audited annual consolidated financial statements using accounting policies consistent with International Financial Reporting Standards ("IFRS") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), requires management to make estimates and assumptions which affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenue and expenses during the reporting period. Significant areas requiring the use of management estimates relate to determining the recoverability of mineral property interests, environment obligations, the variables used in the determination of the fair value of stock options granted and the determination of the valuation allowance for future tax assets. While management believes the estimates are reasonable, actual results could differ from those estimates and could impact future results of operations and cash flows.

RECENT ACCOUNTING PRONOUNCEMENTS

Refer to Note 3 to the audited annual consolidated financial statements for the year ended December 31, 2020.

MATERIAL PROCEEDINGS

The Company is not a party to any material proceedings.

INTERNAL CONTROL OVER FINANCIAL REPORTING AND DISCLOSURE

The Company's management is responsible for establishing and maintaining adequate internal control over financial reporting. Any system of internal control over financial reporting, no matter how well designed, has inherent limitations. Therefore, even those systems determined to be effective can provide only reasonable assurance with respect to financial statement preparation and presentation. There have been no changes in the Company's internal control over financial reporting during the three months ended March 31, 2021 that have materially affected, or are reasonably likely to materially affect, internal control over financial reporting. The Company has disclosure controls and procedures in place to provide reasonable assurance that any information required to be disclosed by the Company under securities legislation is recorded, processed, summarized and reported within the applicable time periods and to ensure that required information is gathered and communicated to the Company's management so that decisions can be made about timely disclosure of that information. There have been no significant

changes in the Company's disclosure controls during the three months ended March 31, 2021 that could significantly affect disclosure controls subsequent to the date the Company carried out its evaluation.

RISKS AND UNCERTAINTIES

The Company is subject to a number of risks and uncertainties, the more significant of which are discussed below. Additional risks and uncertainties not presently known to the Company may impact the Company's financial results in the future.

1. Industry

Dynasty is engaged in the exploration for and development of mineral properties, which involves significant risks that even a combination of careful evaluation, experience and knowledge may not eliminate. There is no assurance that the Company's exploration efforts will result in discoveries of commercial mineral deposits.

2. Gold and Metal Prices

The price of gold is affected by numerous factors beyond the control of the Company including central bank sales, producer hedging activities, currency fluctuation, demand, political, economic conditions and production levels. In addition, the price of gold has been volatile over short periods of time due to speculative activities. The prices of other metals and mineral products for which the Company may explore all have the same or similar price risk factors.

3. Cash Flow and Additional Funding Requirements

The Company currently has no revenue from operations. Additional capital would be required to identify and explore property in the future. The sources of funds currently available to the Company are the sale of equity capital. Although the Company presently has sufficient financial resources to undertake project review and evaluation, and the Company has been successful in the past in obtaining equity financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be advantageous to the Company.

4. Exchange Rate Fluctuations

At the present, the Company has an exploration project in the United States. The Canadian dollar has depreciated over ten percent against the US dollar in the last two years. However, the company has converted enough cash into US currency when the exchange rate was more favorable, at par. Therefore, we do not anticipate lower Canadian dollar will have immediate effect on our operation. If the currency trend is to continue and the Company decides to take on a major exploration program, it will affect the Company's cash outflow.

SUBSEQUENT EVENT

In April 2021, the Company closed a non-brokered private placement of 3,126,233 units for gross proceeds of \$531,460. Each unit consists of one common share at \$0.17 and one common share purchase warrant at \$0.25 for two years from the date of Closing. For details please refer to press release of April 13, 2021.