

MMC SpA.: SALT MINE INFORMATION MEMORANDUM



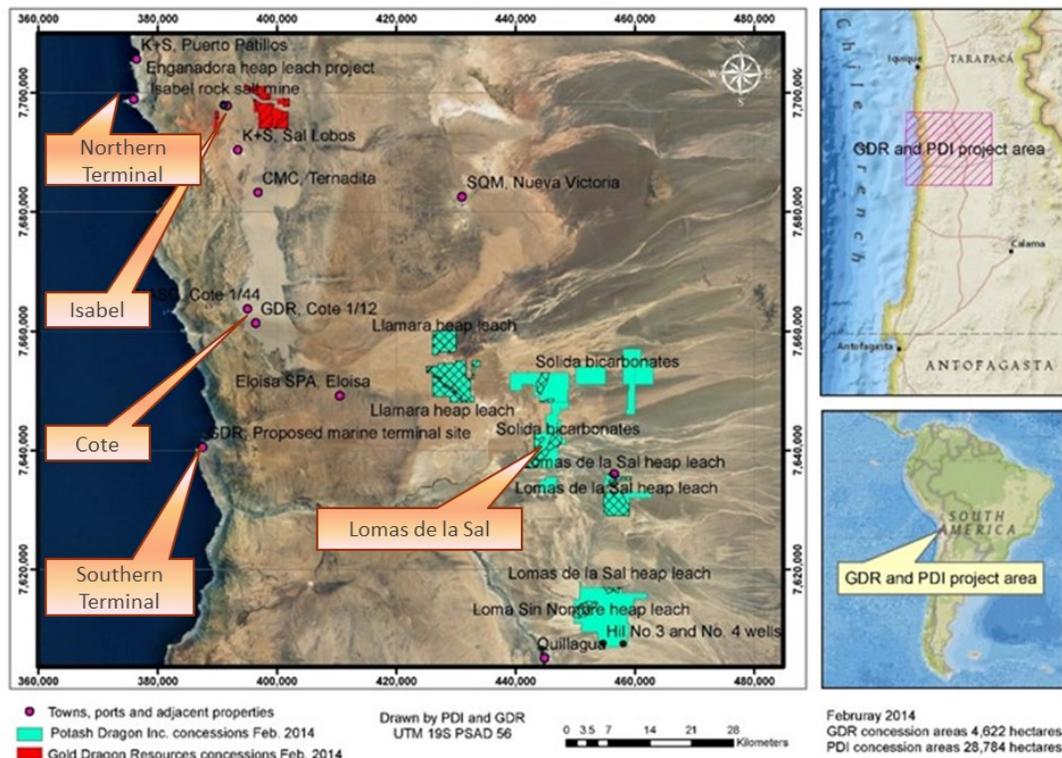
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OPPORTUNITY

- Gold Dragon Resources Corporation is the majority owner and operator of a joint venture that is developing a commercial salt project in northern Chile known as the MMC SpA JV (MMC)
- MMC has two properties on the Salar Grande.
 - Isabel, with a proved reserve of 6.485 million tonnes, and has an approved DIA to mine the property. The property is in the North of the Salar Grande
 - MMC has identified a potassium rich brine below Isabel.
 - Cote, with a probable reserve of 28.8 million tonnes, is in the South of the Salar Grande
- MMC has the Potential of 2.8 billion tonnes of above ground rock salt at Lomas de la Sal.
- MMC SpA has been in the process of permitting a salt loading facility at its Maritime Concession at Puerto Patache. The engineering designs for the offloading equipment and pier were approved in early 2017.
- MMC's unit cost reduction strategy has been negotiated with service providers to initially contract out the various services from mine to ship loading, then taking over those activities over time by providing the capital from operating earnings.
 - Phased approach to in-sourcing of key operating processes
 - Reduction in FOB Chile unit cost from US\$13.3/t at startup to US\$ 8.7/t
- Test work supports a fully mobile continuous mechanized in-pit mining and processing solution for Isabel mine



Artist's impression of the salt loading facility. The engineering design has been approved by regulators



ADDITIONAL INFORMATION

Additional technical information can be obtained with respect to the salt properties can be found at <http://www.golddragonresources.ca/>.

THE GDR TEAM

Management of GDR includes the following individuals:



Gordon T Miller President & CEO, Director Pr Eng NHDMM, PMD (UCT) ,SMP (Henley), MSAIMM

- Gordon is a registered professional mining engineer who has 33 years of mining experience
- Previously the founding CEO of Toronto listed First Uranium Corporation and CEO of Simmer and Jack Mines for six years. Before that Gordon spent four years with the Placer Dome Group in executive roles in South Africa, Canada and Australia.
- Gordon started his career with Johannesburg Consolidated Investments where he worked for 18 years and became Chief Operating Officer for Randfontein Estates and Western Areas Gold mines in South Africa
- Currently the President and CEO of Potash Dragon a 52% subsidiary of Gold Dragon Resources with assets in Chile



James W P Fisher EVP and Director Ceng , Bsc (hons), EMBA (UCT),ARSM, FIMM, MSAIMM

- Jim is a Chartered Engineer, a fellow of The Institute of Materials, Minerals and Mining and has over 35 years' experience in the Southern African mining industry, including nine years on the Zambian copper belt and the rest in South Africa, covering the metallurgy of gold, uranium, PGM's and copper.
- Jim initiated the feasibility study into tailings treatment for what has become Mine Waste Solutions, serving as Chief Executive Officer of First Uranium South Africa. This led to the listing of First Uranium on the TSX. After which Jim was the Chief Operating officer and Director in the newly listed company



Robert K Mason Secretary, General Counsel and Director B Comm (Hons), 1994 Carleton University: LLB, 1997 Osgoode Hall Law School at York University

- Rob represents issuers and underwriters on corporate finance transactions, alternative finance arrangements (royalties, streams, linked-notes), M&A mandates and proxy advisory matters, with a particular emphasis on mining and other natural resource sectors.
- He has extensive international experience, having recently led offerings by issuers located in South Africa, Australia, the United Kingdom and Canada with projects throughout the world.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

This presentation contains forward-looking information and forward-looking statements within the meaning of applicable Canadian securities laws. Any number of events and circumstances could cause forward-looking statements to be incorrect. Although forward-looking information contained in this circular is based upon what management believes are reasonable assumptions, there can be no assurance that actual results will be consistent with these forward-looking statements. **Forward-looking statements speak only as of the date the statements are made. Readers should not put undue reliance on any forward-looking statements.**