



Goldgroup



AN EMERGING GOLD PRODUCER IN MEXICO and Ecuador

Corporate Update • March 2017

www.goldgroupmining.com TSX:GGA • OTCQX:GGF • BMV:GGAN.MX

Cautionary Statement



Forward-Looking Statements

This presentation contains forward-looking information about Goldgroup within the meaning of the Securities Act (British Columbia). Forward-looking statements relate to future events or future performance and reflect Goldgroup's expectations regarding the future growth, results of operations, business prospects and opportunities of Goldgroup. These statements reflect Goldgroup's current internal projections, expectations or beliefs and are based on information currently available to Goldgroup. In some cases forward-looking information can be identified by terminology such as "may", "will", "should", "expect", "intend", "plan", "anticipate", "believe", "estimate", "projects", "potential", "scheduled", "forecast", "budget" or the negative of those terms or other comparable terminology. Many of these assumptions are based on factors and events that are not within the control of Goldgroup and there is no assurance they will prove to be correct. Forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to materially differ from those reflected in the forward-looking statements, and are developed based on assumptions about such risks, uncertainties and other factors including, without limitation: fluctuations in precious and base metal prices; inherent hazards and risks associated with mining operations; inherent uncertainties associated with mineral exploration and development activities; uncertainties inherent in the estimation of mineral reserves and/or resources and precious metal recoveries; uncertainties related to actual capital costs, operating costs and expenditures, production schedules and economic returns from Goldgroup's projects; uncertainties related to current global financial conditions; uncertainties related to the availability of future financing necessary to undertake exploration, development, mining and processing activities on Goldgroup's properties; risks related to the integration of businesses and assets acquired by Goldgroup; uncertainties related to the competitiveness of the mining industry; risks associated with Goldgroup being subject to government regulation, including changes in law and regulation and risks associated with Goldgroup's need for governmental licenses and permits; risks associated with Goldgroup being subject to extensive environmental laws and regulations, including a change in regulation; risks that Goldgroup's title to its property could be challenged; political and country risk; risk of water shortages and risks associated with competition for water; Goldgroup's need to attract and retain qualified personnel; increases in off-site transportation and concentrate processing costs; risks related to the need for reclamation activities on Goldgroup's properties, including the nature of reclamation required and uncertainty of costs estimates related thereto; risks associated with potential conflicts of interest; risks associated with potential labour disputes; and risks associated with potential blockades of mining operations as well as "Risks and Uncertainties" included in the Annual Information Form and MD&A for Goldgroup available at www.sedar.com. Forward-looking information is not a guarantee of future performance and actual results and future events could differ materially from those discussed in the forward-looking information. All of the forward-looking information contained in this presentation is qualified by these cautionary statements. Although Goldgroup believes that the forward-looking information contained in this presentation is based on reasonable assumptions, readers cannot be assured that actual results will be consistent with such statements. Accordingly, readers are cautioned against placing undue reliance on forward-looking information. Goldgroup expressly disclaims any intention or obligation to update or revise any forward-looking information contained in this presentation, whether as a result of new information, events or otherwise, except in accordance with applicable securities laws. The information contained herein does not constitute an offer of securities for sale in the United States and securities may not be offered or sold in the United States absent registration or exemption from registration.

Qualified Persons

The person with overall responsibility for approving Goldgroup's mining technical disclosure is Rodney Blakestad, Certified Professional Geologist, the Company's in-house qualified person under NI 43-101.

FINANCIAL FLEXIBILITY

- Producing gold mine in Mexico and available debt facility for expansion, if required
-

STRONG MANAGEMENT TEAM

- Proven and highly successful mining and finance management team specializing in operations in Mexico and Ecuador
-

MULTI-ASSET COMPANY

- San Jose de Gracia: high-grade development project
- Cerro Prieto: newest producing gold mine
- El Mozo: recently acquired advanced development project



Corporate Overview



CAPITAL STRUCTURE (March 1, 2017)

Shares outstanding	185.1 million
Warrants	3.0 million
Options	16.3 million
Fully Diluted	204.5 million
Market Cap.	\$21.3 million
52 Week Range	\$0.07-\$0.39
Average Daily Volume (3 months)	~260,000

OWNERSHIP

Keith Piggott (largest shareholder)	~9%
Total Management & Insiders	~17%

EXCHANGE

TSX	GGA
OTC	GGAZF
BMV.MX	GGAN

SAN JOSÉ DE GRACIA

LOCATION	Sinaloa, Mexico
OVERVIEW	Permitted, advanced -stage
	50% interest in DynaResource de Mexico, SA de CV
	High-grade, epithermal vein system



CERRO PRIETO PROJECT

LOCATION	Sonora, Mexico
OVERVIEW	Permitted producing mine that reached commercial production in 2016

EL MOZO PROJECT

LOCATION	Azuay Province, Ecuador
OVERVIEW	Continue the environmental assessment and permitting process to advance the property to production by end of 2017.

Proven Management Team



MANAGEMENT

Keith Piggott, ACSM

Chairman, President, CEO & Director

Anthony Balic

CFO

DIRECTORS

Keith Piggott, ACSM

Chairman, President, CEO & Director

Javier Montaña

Director

Enrique A. Peralta

Director

Javier Reyes

Director

Gregg J. Sedun, LLB

Director

Corry Silbernagel, P. Eng., MBA

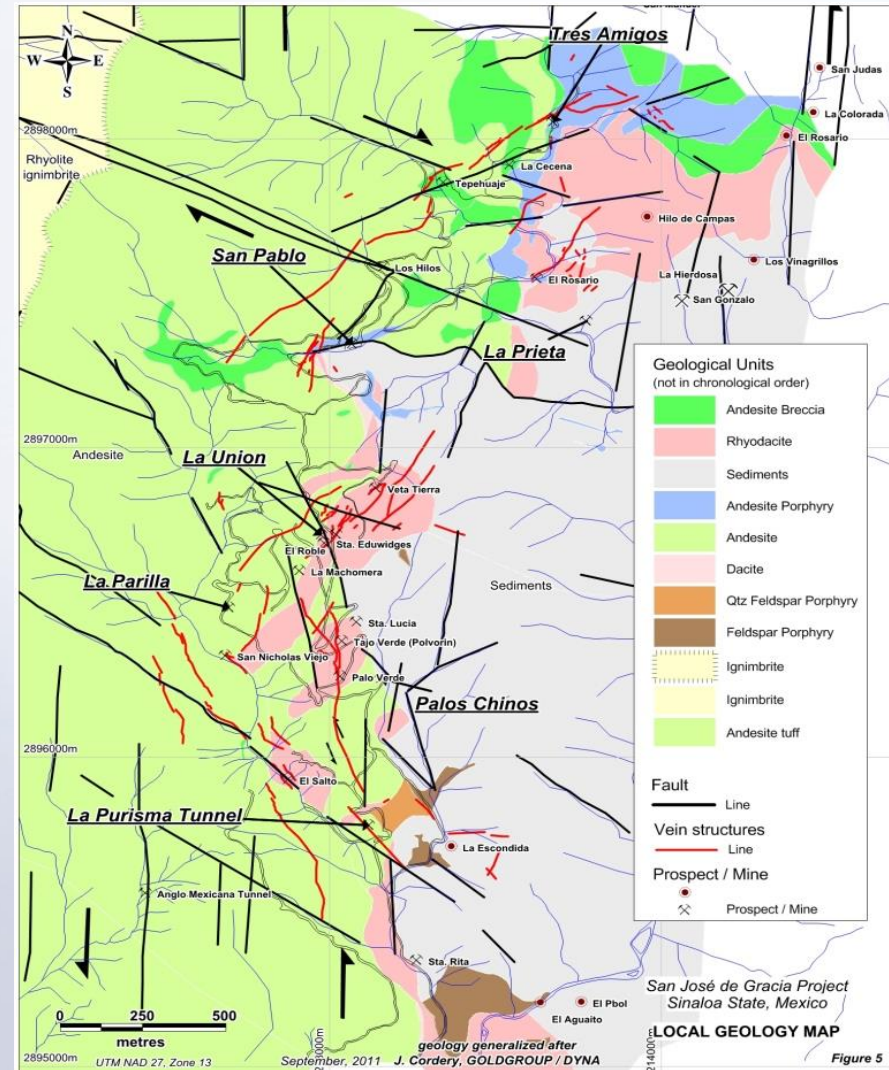
Director

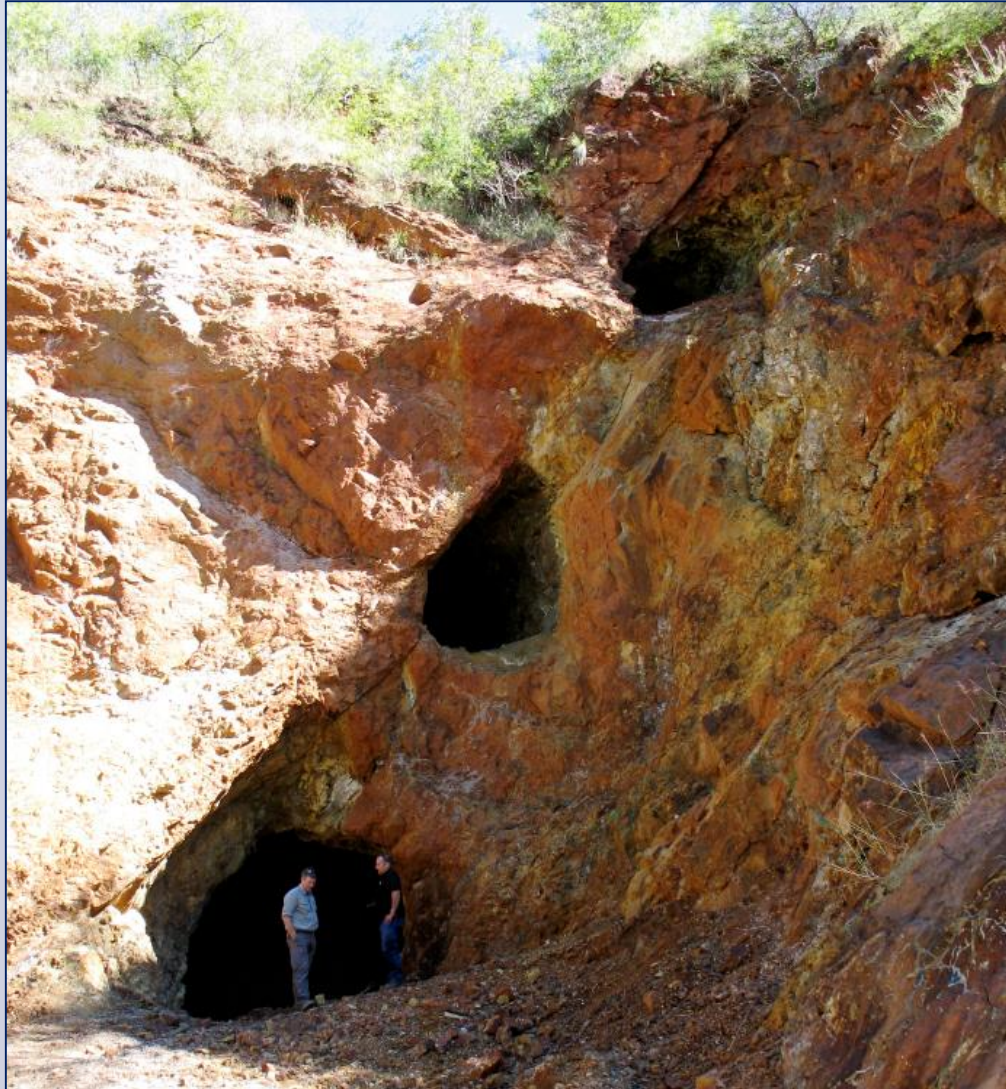
San José de Gracia: Overview



SINALOA, MEXICO

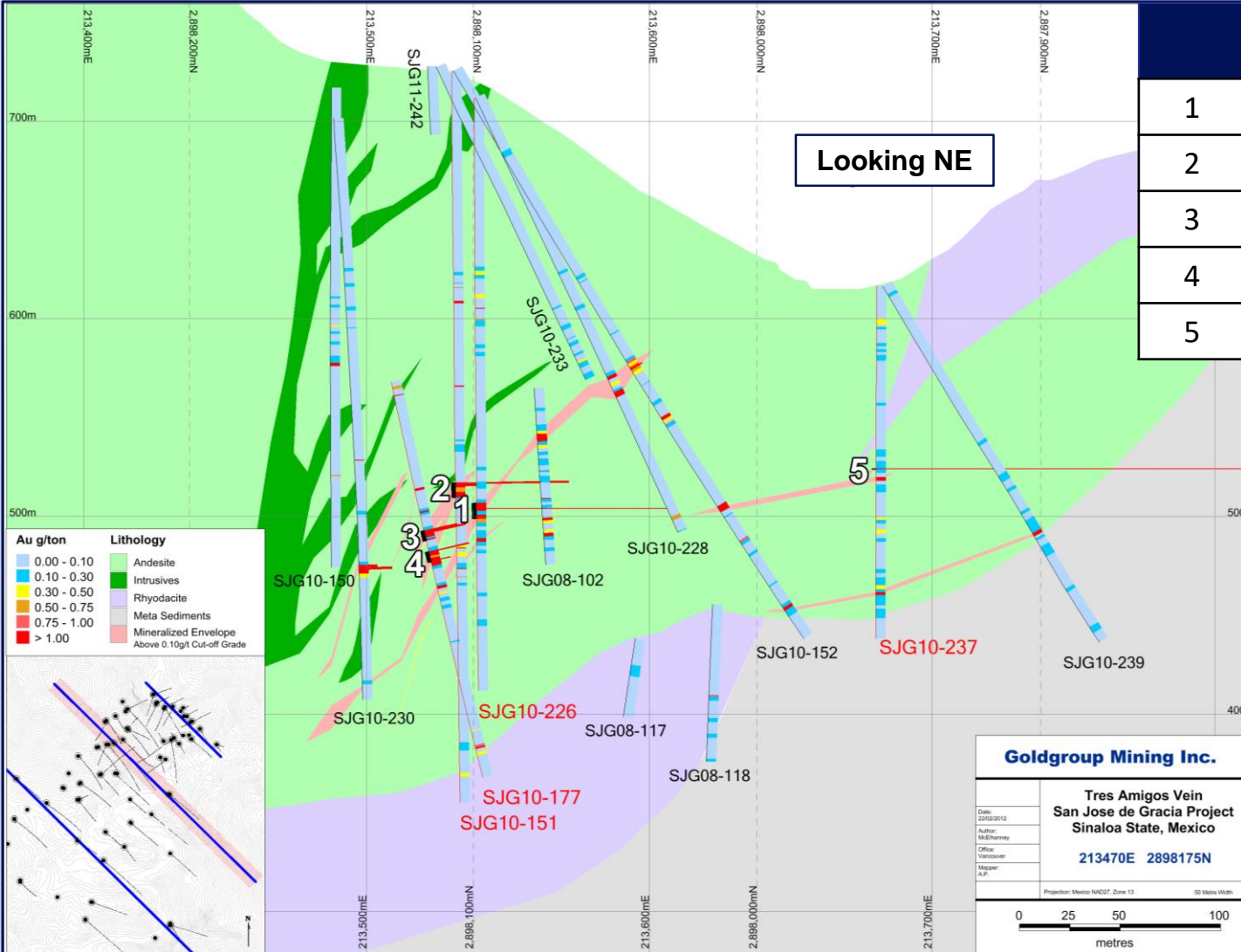
- 50% interest in DynaResource de Mexico SA de C.V. (which owns 100% of San Jose de Gracia)
- Low sulphidation, high-grade epithermal vein system
- Historical production of 1 million+ oz Au averaging 30-60 g/t Au
- Horizontal tunnel access – adit mining
- Highest quartile gold deposit





- San Jose de Gracia is infrastructure rich, having been a previously operating mine
- There are substantial underground workings which could lead to lower cost development capital
- A 2011 21,000m drill program was completed on the project with over 300 holes drilled to date
- One of the high-grade veins, San Pablo shows 550m down plunge, 170m strike and average true width of 5m

San José de Gracia: Drilling



	Hole	Interval (m)	Grade (g/t Au)
1	226	8.04	18.47
2	151	7.82	22.19
3	177A	5.27	19.80
4	177B	5.48	12.47
5	237	0.40	889.91

- **Four main veins:**
 1. Tres Amigos,
 2. San Pablo
 3. La Union
 4. La Purisima

Goldgroup Mining Inc.

Tres Amigos Vein
San Jose de Gracia Project
Sinaloa State, Mexico

213470E 2898175N

Scale: 0 25 50 100 metres

Cerro Prieto Project: Overview



SONORA, MEXICO

- 100% Ownership

- Open-pit, heap leach gold project located in the Cucurpe Mining District, Sonora, Mexico

- Gold produced during the year ended December 31, 2016, was 15,608 ounces*

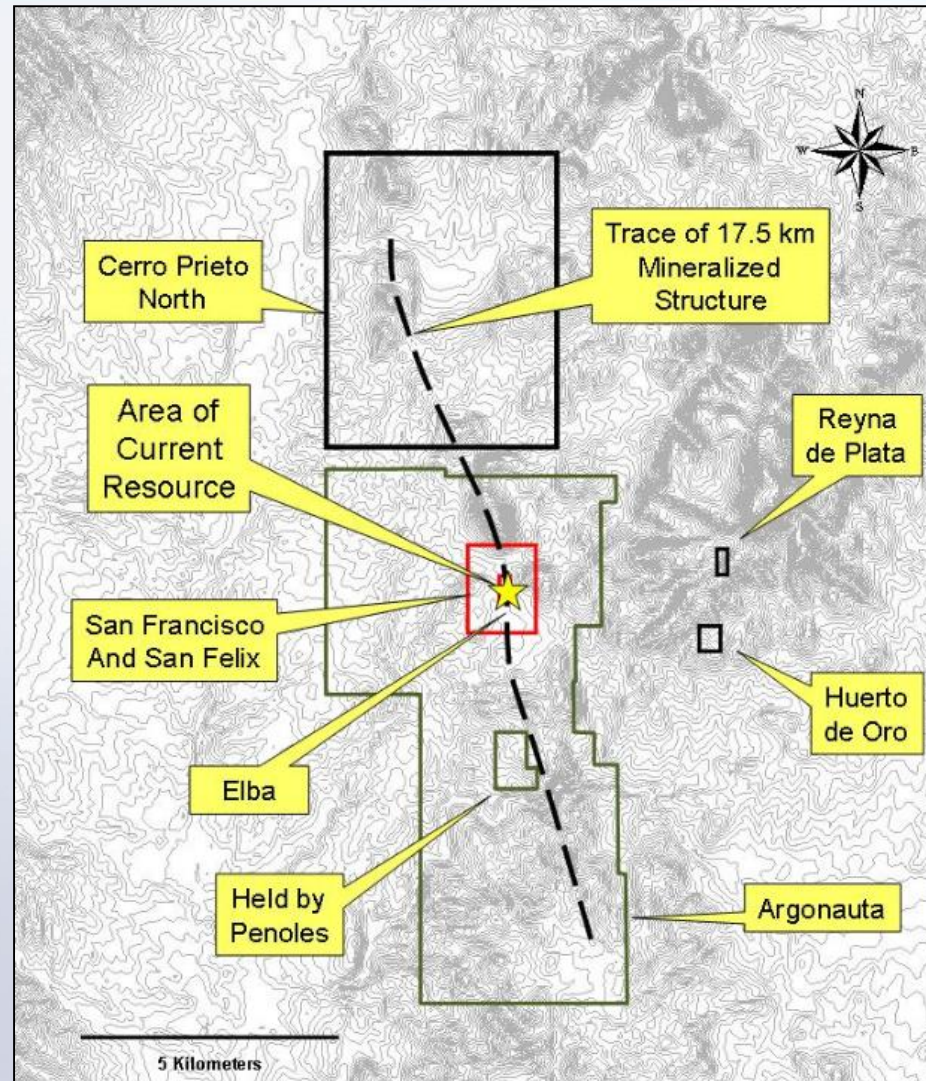
- Management is expecting gold production for 2017 to be approximately 20,000 ounces* (target cash cost US\$900/oz) with a 5% silver credit.



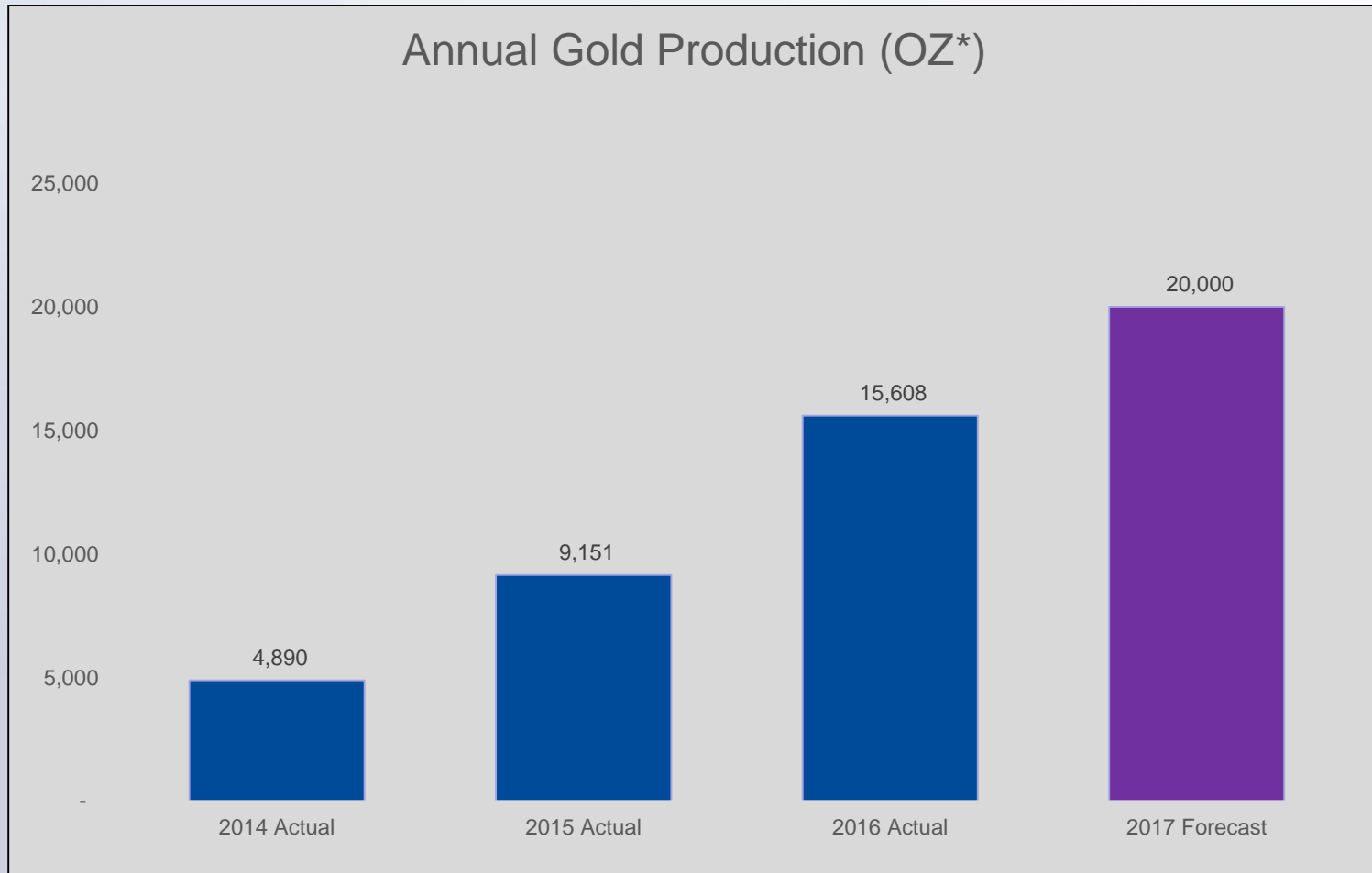
Cerro Prieto Project: Plans

- In Q2 2016, the Cerro Prieto mine achieved commercial production, which was achieved by better utilization of crushing and pad capacity by management.
- The mine is now in sustainable operation, additional resources within the same mineralized zone are being investigated to extend mine life beyond the programmed 4 years. Goldgroup believes that additional resources outside the current mining zone but within the Cerro Prieto concessions also show promise.

***Disclosure:** The Company wishes to make clear that it is not basing its production decision on a preliminary economic assessment demonstrating the potential viability of mineral resources or a feasibility study of mineral reserves demonstrating economic and technical viability, and as a result there is increased uncertainty and multiple technical and economic risks of failure which are associated with this production decision.



Cerro Prieto Project: Gold Production



El Mozo: Advanced Development Project



- Advanced stage high sulphidation epithermal gold project - 117 holes core drilling (18,722 m)
- Oxide gold resource - Historical (non-43-101 compliant) resource estimates for 3 of 8 identified mineralized zones
- Preliminary metallurgical testwork indicates robust gold recoveries are achievable through conventional heap leaching of mineralized oxide material
- Potential to be advanced rapidly toward low capex/opex production and cash flow
- Large property with significant scope for resource expansion through further exploration
- Easy access all year



El Mozo: Advanced Development Project



Goldgroup can earn an 80% interest in El Mozo by:

- making cash payments totalling US \$400,000 over 4 years
- completing exploration expenditures totalling US \$2 million over 4 years
- issuing US \$500,000 in shares to vendor by the end of 4 years
- Goldgroup currently owns 15% of the project

Goldgroup's current activities:

- Performing an environmental assessment study and permitting process to advance the property to production by end of 2017
- Working with Ecuadorian partners to develop the property to benefit the people and government of Ecuador



A Golden Opportunity



FINANCIAL FLEXIBILITY TO GROW RESOURCES/PRODUCTION

MULTI-ASSET COMPANY

BLUE SKY EXPLORATION POTENTIAL

SIGNIFICANT INSIDER OWNERSHIP

**LOCATED IN MINING FRIENDLY MEXICO AND
ECUADOR**

PROVEN MANAGEMENT & BOARD

UNDERVALUED VERSUS PEERS



APPENDICES

Keith Piggott, ACSM

– Chairman, President, CEO & Director

- Developed gold mines in Australia and two Mexican gold mines, that have been in continuous production for fourteen and eight years, respectively
- Identified a two million oz gold deposit at Ok Tedi, Papua New Guinea farmed out to production by BHP
- Developed a range of metallurgical technologies, including a patented dry separation technology used today in Australia and Mexico
- Graduate in Mining Engineering from the Camborne School of Mines and the Executive Development Program at London Business School

Anthony Balic

– CFO

- Mr. Balic was previously the Director of Finance of Goldgroup where he managed the finance and accounting function of the Company
- Prior to this position, he was a Senior Manager at Deloitte LLP in Vancouver, where he specialized in assurance and advisory for mining companies

Enrique A. Peralta

– Director

- Specializes in corporate and regulatory law in Mexico, including M&A and other capital market transactions
- Founded Peralta Abogados, S.C. in Mexico in 2006
- Began legal career in 1979 where he worked with the Ministry of Finance on international financial transactions

Javier Montano, CPA

– Director

- Secretary and Board Member of Codesin (private sector chamber for economic development in Sinaloa)
- CEO of C-UNO, S.A. de C.V. part of group which owns a series of retail stores in Mexico and South America
- Member of Board of Endeavour for State of Sinaloa, a non-profit that pioneered the concept of high-impact entrepreneurship in emerging and growth markets
- CPA with post graduate in accounting from Universidad Panamericana de Guadalajara, Jalisco

Javier Reyes

– Director

- Founding Partner, President & CEO of Antares Capital Management Ltd. And Cygnus Asset Management which manages three hedge funds
- Current President of Credipresto, S.A. de C.V. ENR and President of Mex e Trade Asesores, S.C.
- Former financial manager of Fabrica de Calzado Liz Ardel, S.A. and financial advisor to Estrategia Bursatil, S.A.

Gregg J. Sedun, LLB

– Director

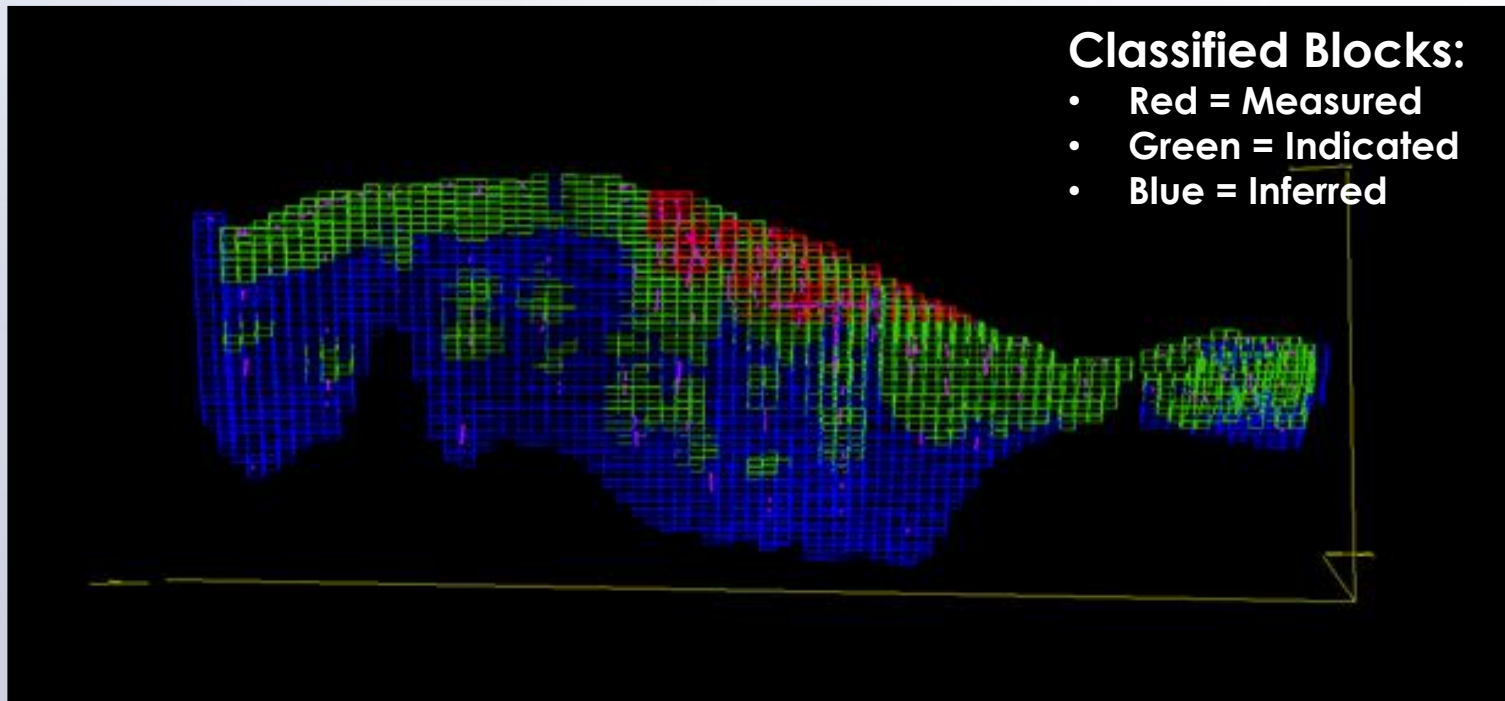
- Founding Director & Legal Counsel of Diamond Fields Resources Inc. (sold to Inco for \$4.3 billion) and former Founder, President, CEO & Director of Diamond Fields International Ltd.
- Former Founder, President, CEO & Director of Luna Gold Corp.
- Founding Shareholder of Peru Copper Inc. (sold to Chinalco in 2007 for \$860 million)
- Founding Director of Adastra Minerals (sold to First Quantum Minerals in 2006 for \$300 million)
- Founder and Director of Oceanic Iron Ore Corp. and Uracon Resources Ltd.

Corry Silbernagel, P.Eng., MBA

– Director

- Vancouver-based specialist in finance and corporate advisory
- Former CFO of Cabo Drilling Corp., one of Canada's largest exploration drilling services companies
- Managed large-scale projects in excess of \$100 million in mining, oil and gas for companies such as Suncor and TransAlta
- Holds an MBA from INSEAD and a Civil Engineering degree from the University of British Columbia

Cerro Prieto: View Looking East



San José de Gracia

