

TSX:DPM

**DUNDEE**

PRECIOUS METALS INC.

TSX:DPM



**Dundee Precious Metals Inc.** is a Canadian based, international gold mining company engaged in the acquisition, exploration, development, mining and processing of precious metals. The Company's principal operating assets include the Chelopech operation, which produces a gold, copper and silver concentrate, located east of Sofia, Bulgaria; the Deno Gold operation, which produces gold, copper, zinc and silver concentrate, located in southern Armenia; and the Tsumeb smelter, a concentrate processing facility located in Namibia. DPM also holds interests in a number of developing gold properties located in Bulgaria, Serbia, and northern Canada, including interests held through its 53.1% owned subsidiary, Avala Resources Ltd., its 47.3% interest in Dunav Resources Ltd. and its 10.7% interest in Sabina Gold & Silver Corp.

**MARKET DATA (@ Feb 28, 2013)**

TSX:DPM:	C\$7.90
Market Cap:	C\$1.0B
Shares Outstanding:	125 M
Institutional Shareholders:	~60%
52-week range:	C\$10.72 – C\$5.82

**FINANCIAL POSITION (@ Dec. 31, 2012)**

Cash on Hand:	US\$122M
Exploration Investments:	~US\$113M
Total Debt:	US\$82M (10%)

**ANALYST COVERAGE**

BMO Capital Markets	John Hayes
CIBC World Markets	Arnold Van Graan
Cormark Securities	Mike Kozak
Dundee Securities	Josh Wolfson
GMP Securities	George Albino
Paradigm Capital	Don MacLean
RBC Capital Markets	Sam Crittenden
Scotia Capital	Leily Omoumi
Stifel Nicolaus	Michael Scoon

**INVESTOR INQUIRIES**

Janet Reid, Manager, Investor Relations  
 jreid@dundeeprecious.com  
 Tel: 416 365 2549  
 Website: www.dundeeprecious.com

**HEAD OFFICE**

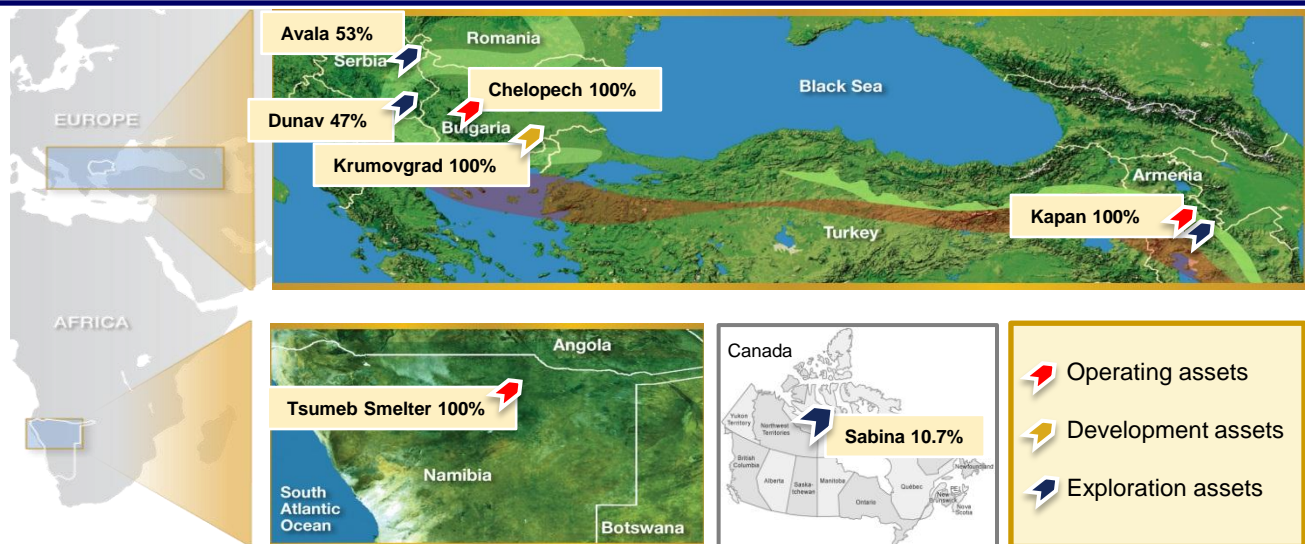
Dundee Place, 1 Adelaide Street East,  
 Suite 500, Toronto, ON, Canada, M5C 2V9

**CORPORATE STRATEGY**

- Optimize value of existing operating assets
  - Chelopech – production expansion and pyrite recovery project
  - Smelter – complete dust emission upgrades & expansion
  - Deno Gold Mine – open pit evaluation and underground extension
- Grow business beyond existing operating assets
  - Develop Krumovgrad Gold project
  - Establish pipeline of greenfield exploration opportunities
  - Complete acquisitions that offer accretive growth, diversity and gold exposure
- Sustain low quartile operating cost position
- Maintain solid financial position

**EXPLORATION INVESTMENTS (@ Feb 19, 2013)**

Investment	Holding	% Held	Market Value
<b>SBB:TSX</b>	<b>18.5M</b>	<b>10.7%</b>	<b>\$39M</b>
Special Warrants	10M		\$21M
Warrants (strike C\$1.07)	5M		\$5M
<b>AVZ:TSXV</b>	<b>135M</b>	<b>53.1%</b>	<b>\$23M</b>
Special Rights	50M		\$9M
Warrants (strike C\$0.30)	25M		\$0M
<b>DNV:TSXV</b>	<b>56M</b>	<b>47.3%</b>	<b>\$16M</b>
Warrants (strike C\$0.42)	27.5M		\$0M



## CHELOPECH MINE, BULGARIA

### 2012 Highlights

- Produced 121,000 oz Au and 43 Mlbs Cu
- 2012 EBITDA of \$196M
- Mine expansion to 2 mtpy ore production completed;
- Mine output of 1.8 million tonnes ore
- Exploration drilling focused on replacing and increasing Mineral Resources & Reserves

### Moving forward

- Complete feasibility study on the pyrite gold recovery project which will economically recover most of the contained Au, Ag and Cu associated with the rejected pyrite minerals
- Spend \$3M-\$4M/year on exploration to continue to consistently replace depletion

## KAPAN MINE, ARMENIA

### 2012 Highlights

- Produced 22,000 oz Au; 2.5 Mlbs Cu; 15 Mlbs Zn and 449,000 oz Ag
- 2012 EBITDA of \$12.5M
- Continued intensive drill program to determine the bulk mineable open pit potential of the Shahumyan deposit

### Moving forward

- Continue to define the potential open pit and underground resource for the Shahumyan deposit - open pit resource
- Explore regional license to define additional Mineral Resources
- Continue operational improvements and cost reductions

## TSUMEB SMELTER, NAMIBIA

### 2012 Highlights

- Smelted 159,356 MT of concentrate
  - 112 MT Chelopech concentrate
  - 47 MT Third party concentrate
- Continued with production facility optimization
- Continued with emissions control measures

### Moving forward

- Build one of a kind asset to treat complex concentrates
- Upgrade off-gas capture and workplace conditions to better comply with global standards
- Increase capacity and lower costs
- Contract other 3<sup>rd</sup> party sources of complex concentrates to optimize throughput

## KRUMOVGRAD GOLD PROJECT, BULGARIA

### 2012 Highlights

- Definitive Feasibility Study Technical Report filed
- Public consultation and hearing completed - final EIA appeal decision pending
- Contracts for detailed engineering of process plant and integrated mine waste facility were awarded

### Moving forward

- Commence engineering and construction permitting process
- Advance project to a 2015 production date – subject to appeals
- Achieve 74,000 oz annual gold production