

DUNDEE PRECIOUS METALS

BUILDING A PREMIER, INTERMEDIATE, LOW-COST GOLD PRODUCER



PROSPECTORS AND DEVELOPERS ASSOCIATION OF CANADA
INTERNATIONAL CONVENTION
MARCH 2-5, 2014



FORWARD LOOKING STATEMENTS

This presentation contains “forward-looking information” or “forward-looking statements” that involve a number of risks and uncertainties. Forward-looking information and forward-looking statements include, but are not limited to, statements with respect to the future prices of gold and other metals, the estimation of mineral reserves and resources, the realization of mineral estimates, the timing and amount of estimated future production and output, costs of production, capital expenditures, costs and timing of the development of new deposits, success of exploration activities, permitting time lines, currency fluctuations, requirements for additional capital, government regulation of mining operations, environmental risks, unanticipated reclamation expenses, title disputes or claims, limitations on insurance coverage and timing and possible outcome of pending litigation. Often, but not always, forward-looking statements can be identified by the use of words such as “plans”, “expects”, or “does not expect”, “is expected”, “budget”, “scheduled”, “estimates”, “forecasts”, “intends”, “anticipates”, or “does not anticipate”, or “believes”, or variations of such words and phrases or state that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved. Forward-looking statements are based on the opinions and estimates of management as of the date such statements are made, and they involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any other future results, performance or achievements expressed or implied by the forward-looking statements. Such factors include, among others: the actual results of current exploration activities; actual results of current reclamation activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices of gold; possible variations in ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accidents, labour disputes and other risks of the mining industry; delays in obtaining governmental approvals or financing or in the completion of development or construction activities, fluctuations in metal prices, as well as those risk factors discussed or referred to in this presentation under and in the Company’s annual information form under the heading “Risk Factors” and other documents filed from time to time with the securities regulatory authorities in all provinces and territories of Canada and available at www.sedar.com. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers are cautioned not to place undue reliance on forward-looking statements.



DPM'S GLOBAL PORTFOLIO OF ASSETS

Chelopech Mine, Bulgaria

- Ownership: 100%
- Stage: Producing
- Mine Life: 10+ years
- 2013 production: 132koz Au; 46Mlbs Cu
- Reserves⁽¹⁾: 2.5Moz Au; 5.4Moz Ag; 519Mlbs Cu
- M&I Resources⁽¹⁾: 3.8Moz Au; 8.8Moz Ag; 825Mlbs Cu
- Inferred Resources⁽¹⁾: 0.9Moz Au; 3.2Moz Ag; 182Mlbs Cu

Krumovgrad, Bulgaria

- Ownership: 100%
- Stage: Feasibility
- Startup: Q4 2016 or Q1 2017
- Mine life: 9 years
- Avg. Production: 74koz Au; 35koz Ag
- Reserves⁽¹⁾: 0.78Moz Au; 0.45Moz Ag
- M&I Resources⁽¹⁾: 0.90Moz Au; 0.51Moz Ag
- Inferred Resources⁽¹⁾: 0.02Moz Au; 0.01Moz Ag

Kapan Mine, Armenia

- Ownership: 100%
- Stage: Producing
- 2013 production: 24koz Au; 453koz Ag; 2.3Mlbs Cu; 15Mlbs Zn
- M&I Resources⁽¹⁾: 0.24Moz Au; 4.5Moz Ag; 25Mlbs Cu; 130Mlbs Zn
- Inferred Resources⁽¹⁾: 0.79Moz Au; 14.0Moz Ag; 93Mlbs Cu; 397Mlbs Zn
- Conceptual study on UG expansion pending



Tsumeb Smelter, Namibia

- Ownership: 100%
- Technology: Ausmelt
- Product: Copper blister bars
- 2013 Concentrate Smelted: 152,457 tonnes
- 2014E Concentrate Smelted: 190,000 tpy – 220,000 tpy
- Smelter Complex Concentrate Capacity: 240,000 tpy with potential to increase to 320,000 tpy

Note:
1.

M&I resources are presented inclusive of reserves
Chelopech reserves & resources are as at Dec. 31, 2012; Krumovgrad reserves & resources are as at Jan. 11, 2012; Kapan resources are as at Aug. 29, 2013

COMMITTED TO MAINTAINING A SOLID FINANCIAL POSITION

\$180M

Liquidity including:

\$130M revolving credit facility
~\$50M in Cash and Short-term
Investments¹

@ December 31, 2013

\$88M

2013 Operating
Cash Flow

\$83.8M

Debt

@ December 31, 2013
Total Debt : Total Capital
= 10%

Capital Structure @ February 27, 2014

Share Price	C\$5.49
Shares Outstanding	139M
Market Capitalization	C\$763 million
Fully diluted shares Additional cash on dilution	147M C\$25M
52 week low - high	C\$2.495 - \$8.43

Top Shareholders

Dundee Corporation	25.00%
Van Eck	7.24%
Norges Bank	4.13%
USAA	3.87%
TD Asset Management	3.55%

1. Includes Avala and Dunav cash

CORPORATE VISION / STRATEGY

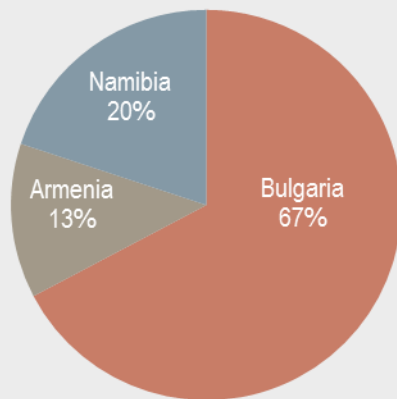
- ✓ **Build DPM into a premier, intermediate, low-cost gold producer**
- ✓ **Optimize value of existing operating assets**
 - Increase mine production and extend LOM
 - Upgrade/expand smelter and establish long-term contracts to secure a stable return
- ✓ **Grow the business beyond existing operating assets**
 - Develop Krumovgrad Gold Project
 - Establish deep pipeline of greenfield exploration opportunities
 - Complete acquisitions that offer accretive growth, diversity and gold exposure, while maintaining a conservative capital structure
- ✓ **Sustain low quartile operating cost positions**
- ✓ **Maintain a strong balance sheet with ample liquidity and solid credit metrics**



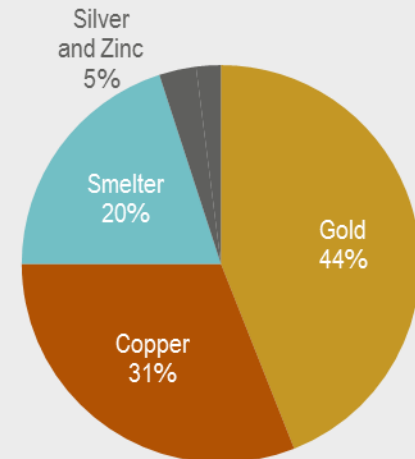
DIVERSE PORTFOLIO OF ASSETS IN STABLE, PRO MINING JURISDICTIONS

- Producing operations in several jurisdictions with diversification across multiple commodities
- Operations in Bulgaria, Armenia and Namibia, which are politically stable and mining friendly jurisdictions

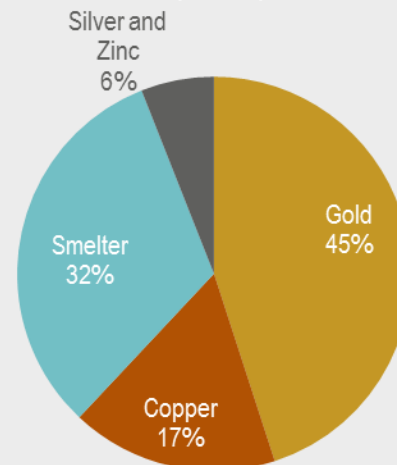
Geographic Diversification
(revenue at year ended Dec 31, 2013)



Commodity Diversification
(year ended Dec 31, 2013)



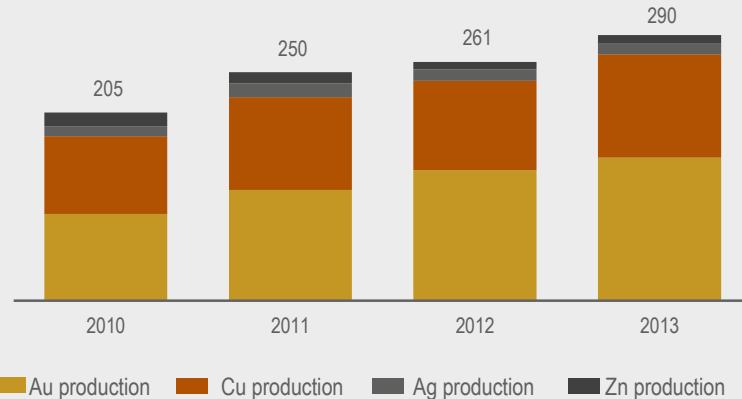
Commodity Diversification
(2017E)



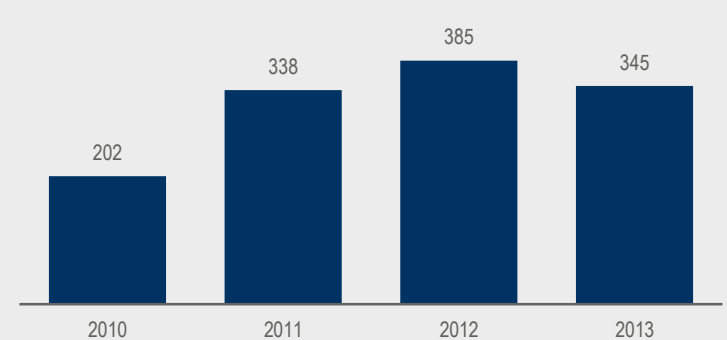
Based on current metals prices, excludes G&A and Exploration

HISTORICAL ANNUAL FINANCIAL PERFORMANCE

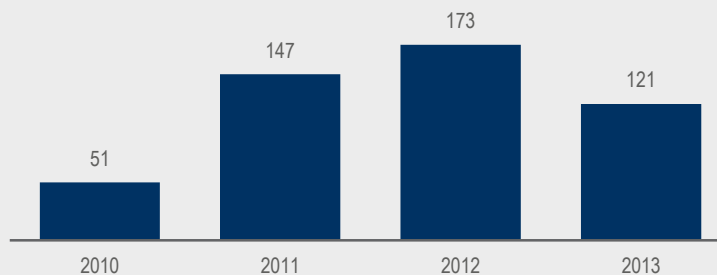
Au equivalent produced (koz)



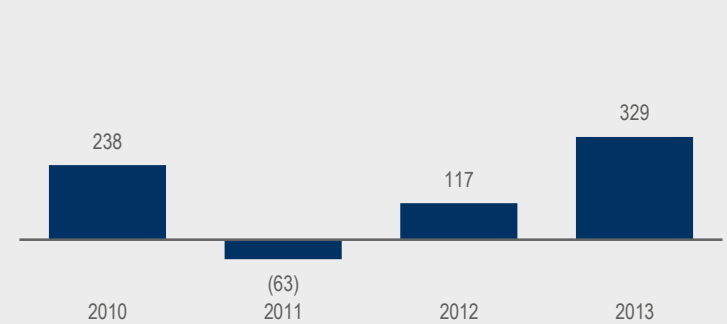
Revenue (US\$M)



Adjusted EBITDA (US\$M)⁽¹⁾



Cash cost, net of by-product credit (\$/oz)⁽²⁾



Source: Company filings

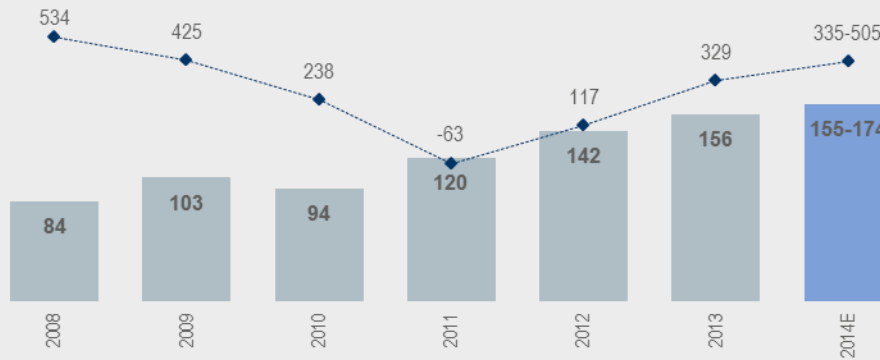
Note: Au equivalent oz produced calculated using averaged realized prices of gold, silver, copper and zinc as disclosed by DPM. Production represents metals contained in concentrate produced.

(1) "EBITDA" represents adjusted EBITDA, calculated as EBIT plus D&A, finance costs, losses / (gains) on impairment provisions and reversals, unrealized losses / (gains) on derivatives and investments at fair value, unusual income and minus interest income. EBITDA is presented exclusive of Avala & Dunav.

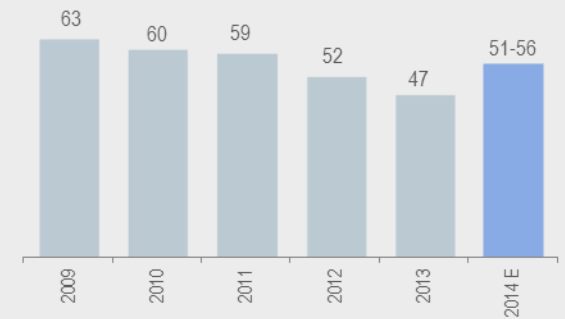
(2) Represents cash cost of sales per ounce of gold sold, net of by-product credits.

LOW-COST GOLD PRODUCER WITH PROVEN OPERATING TRACK RECORD

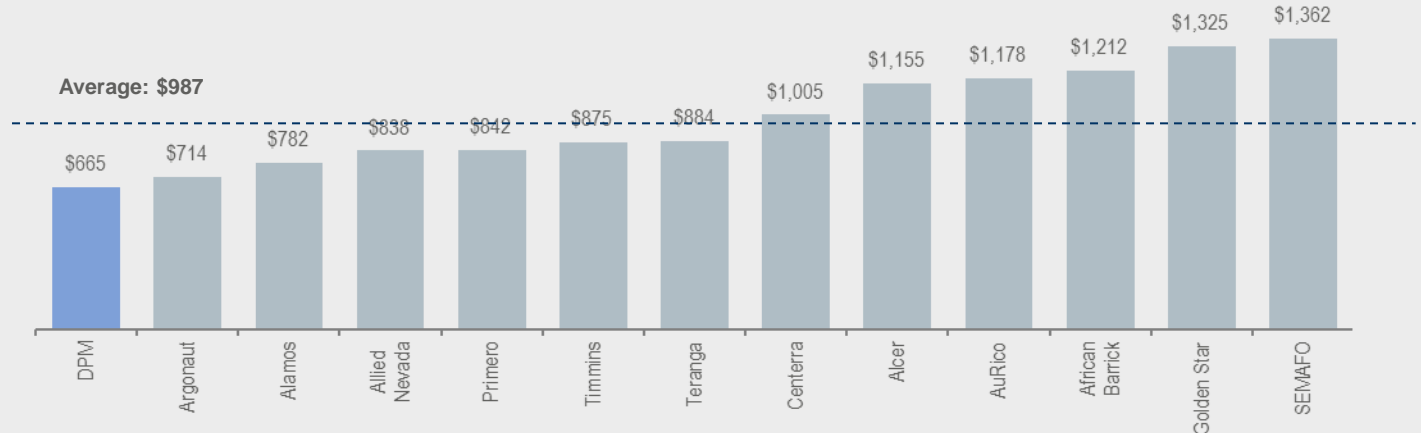
Production Profile (koz) and Cash Costs Net of By-Products (\$/oz)



Cash Cost/Tonne of Ore Processed ⁽¹⁾ (\$/T)



2013E All-In-Sustaining Costs (\$/oz) ⁽²⁾



(1) This is a non-GAAP measure. See 2013 MDA. See Appendix for reconciliation to cost of sales.

(2) Source: Scotia Capital (April 2, 2013)

Note: All-in Sustaining Cash Cost = Total cash costs (by product basis) + sustaining capital + corporate G&A

CHELOPECH MINE: LOW COST OPERATION WITH LOWEST QUARTILE CASH COSTS

2013 Accomplishments

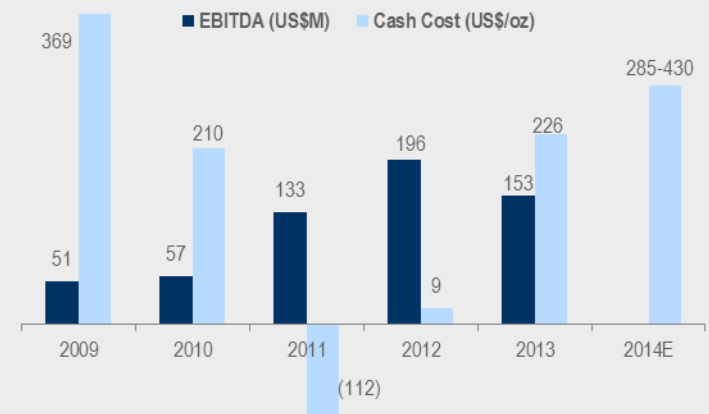
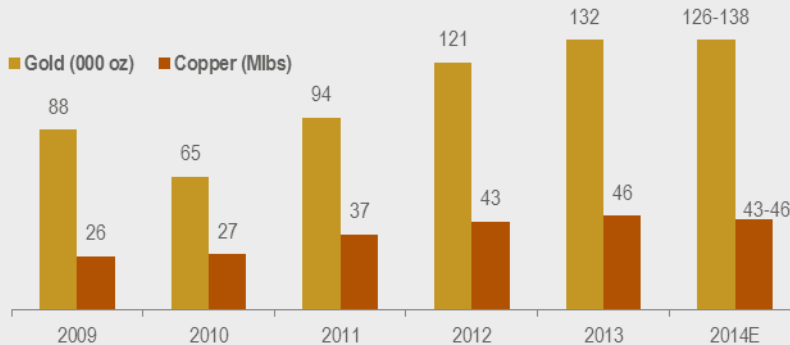
- Mine output of 2,029,702 tonnes of ore
- Produced 131,825 oz Au and 45.6 Mlbs Cu
- Gold Head Grade of 3.5 g/mt
- Cash cost per oz Au sold net of by-product credits: \$226

Outlook

- Continue to maintain low cost operations
- Increase gold recoveries with pyrite concentrate production
- Perform targeted exploration to replace depletion and increase mineral resources through reserves
- Continue to implement cost/margin improvements

Asset Overview

DPM Ownership		100%
Location		Bulgaria
Acquired		Sept. 2003
Resources (at Dec 31, 2012)	Gold (Moz)	(3.8g/t) 4.7
	Copper (Mlbs)	(1.2% Cu) 1,007.0
Mine Type		Underground
Deposit Type		High sulphidation epithermal deposit
Estimated Mine Life @ expanded rate		10+ years



CHELOPECH MINE

PYRITE RECOVERY PROJECT

- Project will economically recover most of the contained gold, silver and copper associated with rejected pyrite minerals, with capacity to produce 380 kt to 420 kt of concentrate per annum.
- Establishes a pyrite concentrate circuit, which includes a new flotation, thickening and filtration installation in the existing mill facility which will start production in Q1 2014
- DPM signed a contract with Xianguang Copper (China) for the sale of up to 200 kt of pyrite concentrate (28 – 30 koz payable gold) per year
- Opportunity to treat pyrite using a POX process that produces a low mass, metal rich product
 - Currently on hold pending more favourable market conditions and/or capital cost

Pyrite Recovery Circuit:
Start Production in Q1 2014

Capex: \$19 M



KAPAN MINE: EXPANSION OPPORTUNITY AND SIGNIFICANT EXPLORATION POTENTIAL

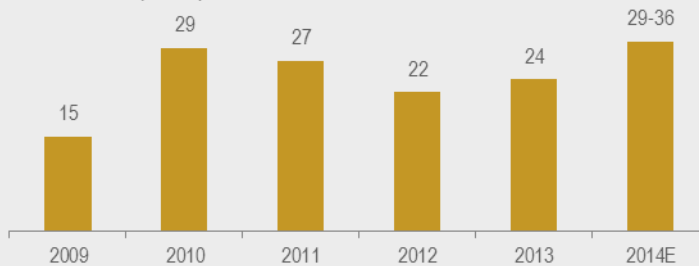
2013 Accomplishments

- Mine output of 455,920 tonnes of ore
- Produced 24,360 oz Au and 2.3 Mlbs Cu
- Gold Head Grade of 1.85 g/mt
- Cash cost per oz Au sold net of by-product credits: \$964
- Completed upgrade of mill circuit to reduce lead content in copper concentrate
- Released first underground 43-101 Compliant Mineral Resource estimate

Outlook

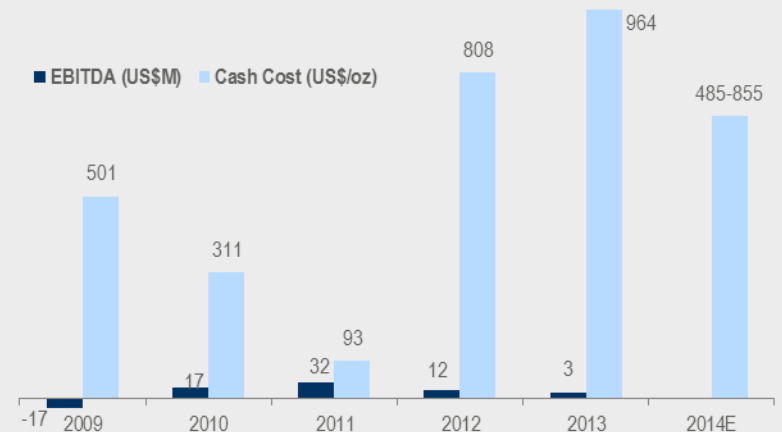
- Rebuild development inventory and return to normal sustainable operating levels
- Complete internal study on expanded underground mine based on new Mineral Resource estimate
- Continue operational improvements and cost reductions

Gold Production (000 oz)



Asset Overview

DPM Ownership			100%
Location			Armenia
Acquired			August 2006
Resources (at Aug. 29, 2013)	Gold (Moz)	(2.4g/t)	1.0
	Gold Eq. (Moz)	(4.6g/t)	2.0
Mine Type			Underground
Deposit Type			Polymetallic vein deposit
Estimated Mine Life			10+ years



Kapan operations were on care and maintenance as of November 2008; operations restarted April 2009.

UNIQUE SMELTER EQUIPPED TO TREAT COMPLEX CONCENTRATES

One of a few smelters with ability to process large volumes of complex concentrate

- Secures capacity to treat Chelopech concentrate and derives additional revenues processing complex concentrates from 3rd parties
- Toll rates for complex concentrate command a substantial premium
- Most recent 3rd party contracts at higher rates than pre-existing arrangements prior to DPM ownership



Project 2012 dust and emissions upgrades complete

- New off-gas and emissions management
- New dust management systems
- Smelter hygiene improvements



Production curtailment has been lifted

- Ramping up to 100% capacity in Q1 2014

Additional upgrades reduce SO2 emissions, increase capacity and lower costs

- New sulphuric acid plant subject to lump sum turnkey contract
- Long-term acid off-take agreement with Rössing
- Potential installation of a holding furnace

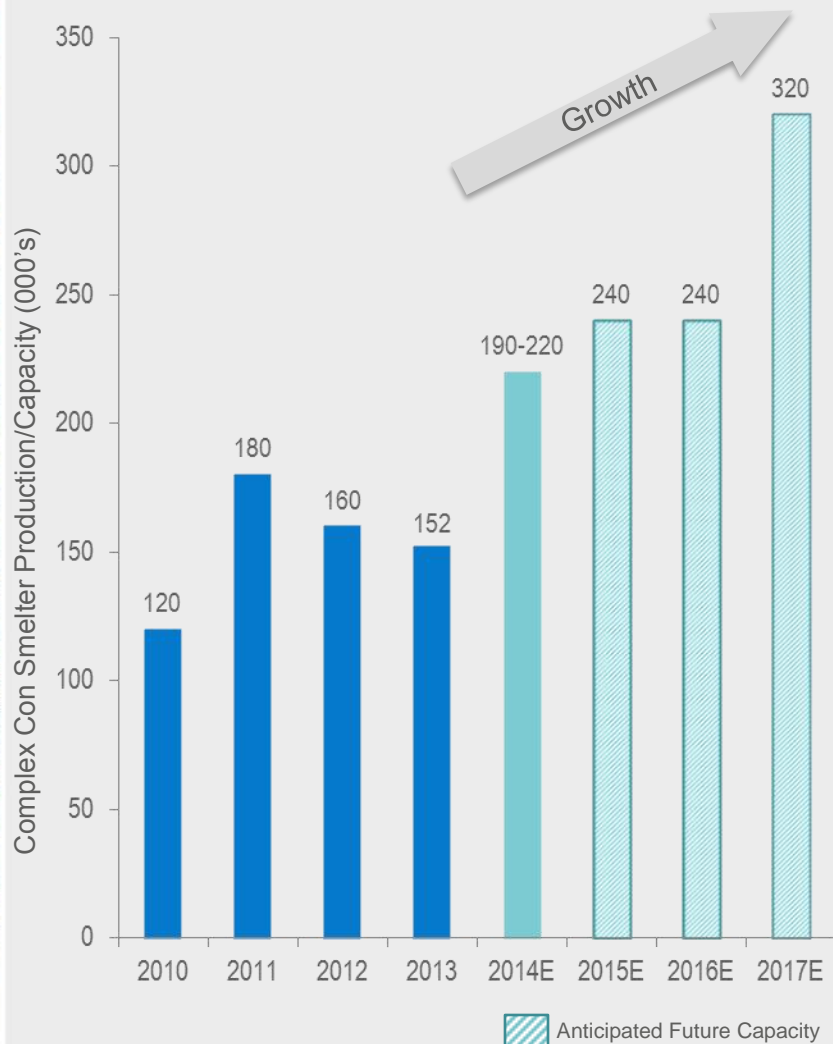


Ausmelt Offgas Bag-House



Acid Plant 3D Schematic

TSUMEB SMELTER HAS POTENTIAL TO POSITIVELY IMPACT EARNINGS



Asset Overview

DPM Ownership	100%
Location	Namibia
Acquisition March 2010	\$50M
Technology / Product	Ausmelt
Product	Copper blister bars
2013 concentrate throughput	152,457 tonnes
Expanding smelter capacity	320 ktpy
Emissions & dust capture upgrades	\$110 M
Sulphuric acid capture plant (Q3 '14)	~\$240 million
Holding furnace (2017)	\$70+ million E

Complex Concentrate Smelted ('000 t)	2010	2011	2012	2013	2014E
Chelopech Concentrate	56	89	112	74	190-220
3 rd Party Concentrate	64	92	47	78	
Cash Cost (US\$/t)	268	293	374	433	280-350
EBITDA (US\$M)	2	3	(3)	(7)	n/a

Outlook

- Ramp up throughput to 100% of installed capacity
- Complete acid plant construction in Q4 2014
- Reposition smelter as a sustainable, cost-competitive niche processor of complex concentrate

KRUMOVGRAD MINE: OPEN-PIT, DEVELOPMENT-STAGE GOLD PROJECT

Recent Accomplishments

- Successfully completed the EIA permitting process
- Obtained a 30-year concession to develop deposit
- Finalized archaeological work to support clearing of project site
- Completed basic engineering and initiated detailed engineering of process plant and integrated mine waste facility

Outlook

- Secure final local approvals required to proceed with ordering long lead items/construction
- Complete detailed engineering that optimizes value of project
- Start construction in 2015
- Achieve 74,000 oz annual gold production



Conceptual Illustration of Krumovgrad Gold Project

Asset Overview ⁽¹⁾

DPM Ownership	100%
Location	Bulgaria
Deposit Type	Low-sulphidation epithermal Au
Proposed Mine Type	Open Pit
Gold Recoveries	85%
Grade	3.4 g/t
Annual ore tonnage production	850,000 tpy
Annual gold production	74,000 ounces
Mine Life	9 years
Capital Costs to complete	~US\$127mm ¹
Total cash cost per oz Au Eq	\$404
Construction / Production	2015 / 2016
Average Annual EBITDA ⁽²⁾	\$52.6 mm
After-Tax NPV _{7.5%} ⁽²⁾	\$165.3 mm
IRR ⁽²⁾	31%

1. As per Krumovgrad 2012 Technical Report

2. Assuming gold and silver prices of \$1,250/oz and \$25.00/oz, respectively

DPM GREENFIELDS EXPLORATION STRATEGY: GENERATIVE PIPELINE

Bulgaria

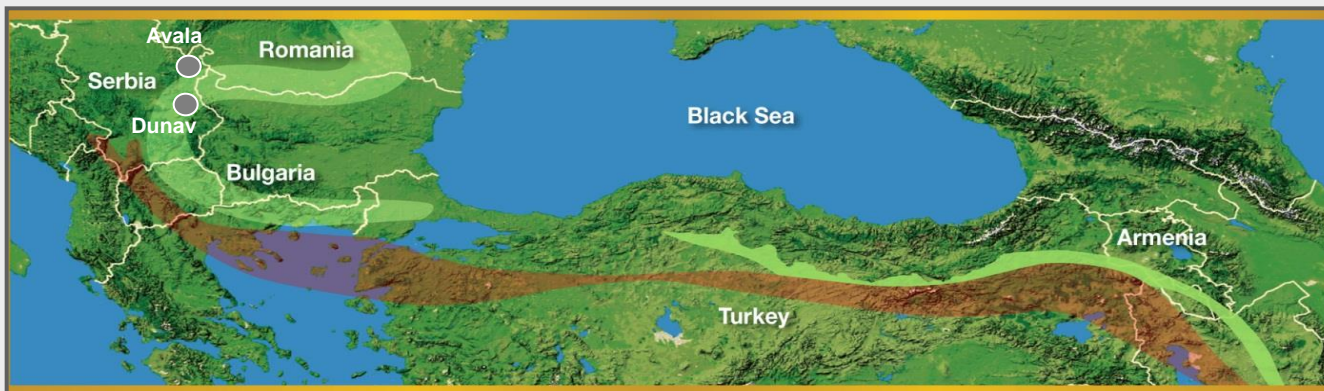
- 3 Exploration Licences granted, another 5 under application, totalling 265km²
- Experienced team of geoscientists credited with the discovery of Ada Tepe

Armenia

- Systematic regional exploration around Kapan has resumed after a 5 year hiatus
- Regional targets being drilled in 2013: Norashenik and Arajadzor

Project Generation

- Generate new early stage opportunities through joint ventures, partnerships, strategic investments or acquisitions
- Global scope with emphasis on lower-risk jurisdictions
- Gold focused; minimum size: 1 million ounces at more than 1g Au/t



Tethyan Belt runs from Central Asia to Eastern Europe

DPM EXPLORATION ASSETS

PARTIALLY-OWNED ENTITIES

Sabina Gold & Silver Corp. (TSX:SBB), Nunavut

- Canadian-based, precious metals company with the goal of becoming a mid-tier gold producer
- Assets comprise the high grade Back River gold project, the Hackett River payable silver right from Xstrata Zinc as well as certain other gold claims
 - Back River PFS indicates a project with avg. annual prod. of 287 koz Au at \$685/oz cash costs and \$831 mm LOM capex
 - Post-tax NPV5%, \$1,350/oz Au of \$290 mm and IRR of 16.5%
 - Strong balance sheet with \$69 mm⁽²⁾ in cash and investments
 - Hackett River royalty (22.5% of first 190 Moz Ag, 12.5% thereafter)

Avala Resources Ltd. (TSX-V:AVZ), Serbia

- Exploration company holding the Timok gold project in Eastern Serbia with of 2.7 Moz of gold resources
- Released favourable metallurgical results in Nov. 2013 and proceeding toward PEA targeted for completion Feb. 2014
- Reported Resources include:
 - Bigar Hill Indicated Resource of 25.5 MT @ 1.6 g/t for 1.3 Moz; Inferred Resource of 1.6 MT @ 1.6g g/t for 0.08 Moz
 - Korkan Indicated Resource of 14.5 MT @ 1.5 g/t for 0.7 Moz; Inferred Resource of 4.9 MT @ 1.4 g/t Au for 0.2 Moz
 - Kraku Pester Indicated Resource of 6.3 MT @ 1.3 g/t Au for 0.27 Moz; Inferred Resource of 2.2 MT @ 1.0 g/t Au for 0.07 Moz

Equity Portfolio Holdings Overview (C\$M)⁽¹⁾

Securities	Shares (m)	% Held	Value (\$m)
<u>Sabina Gold & Silver</u>	23.6	12%	20.8
Special Warrants	5.0		-
Warrants (strike at C\$1.07)	5.0		-
Total	2.5		\$20.8
<u>Avala Resources</u>	135.0	53%	13.5
Special Warrants	50.0		-
Warrants (strike at C\$0.30)	25.0		-
Total			\$13.5
<u>Dunav Resources</u>	56.0	46%	4.8
Warrants (strike at C\$0.50)	23.0		-
Total			\$4.8
Total shares and securities			\$39.1

Dunav Resources Ltd. (TSX-V:DNV), Serbia

- Exploration company in Serbia holding the Kiseljak copper/gold porphyry project
- Reported Inferred Resources include:
 - Kiseljak Mineral Resource initial estimate 300 MT grading 0.27% Cu and 0.26 g/t Au for 1.8 Blbs Cu and 2.5 Moz Au

1. Based on intrinsic value as at February 27, 2014

DPM FUTURE CATALYSTS

Chelopech Pyrite
Recovery Circuit
Complete

Tsumeb Ramps
Up to 100%
Capacity

Tsumeb Acid Plant
Commissioned

Krumovgrad
Capital Cost and
Mine Plan Update

Krumovgrad
Construction
Begins

Krumovgrad
Begins
Production

2014

2015

2016

Internal
Conceptual Study
on Expanded
Kapan
Underground Mine
Completed

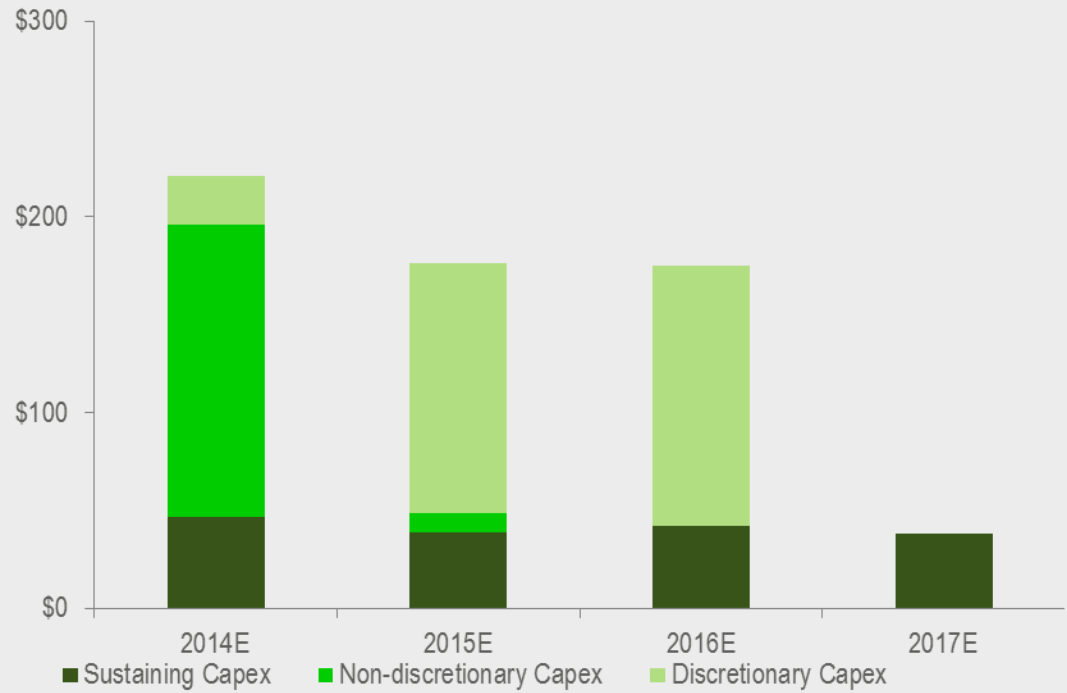


Chelopech Mine

CASH FLOW WITH FLEXIBLE CAPITAL PROGRAM PROJECTED

- Discretionary capex provides flexibility to prudently pace spending
- Ability to conserve additional cash and increase financial flexibility in response to unforeseen events or lower commodity prices
- **Sources of liquidity¹**
 - \$130M revolver
 - \$50M cash²
 - \$18M publically traded investments
 - 2013 adj. EBITDA of \$103M³ with strong growth prospects

Planned Capex Largely Discretionary



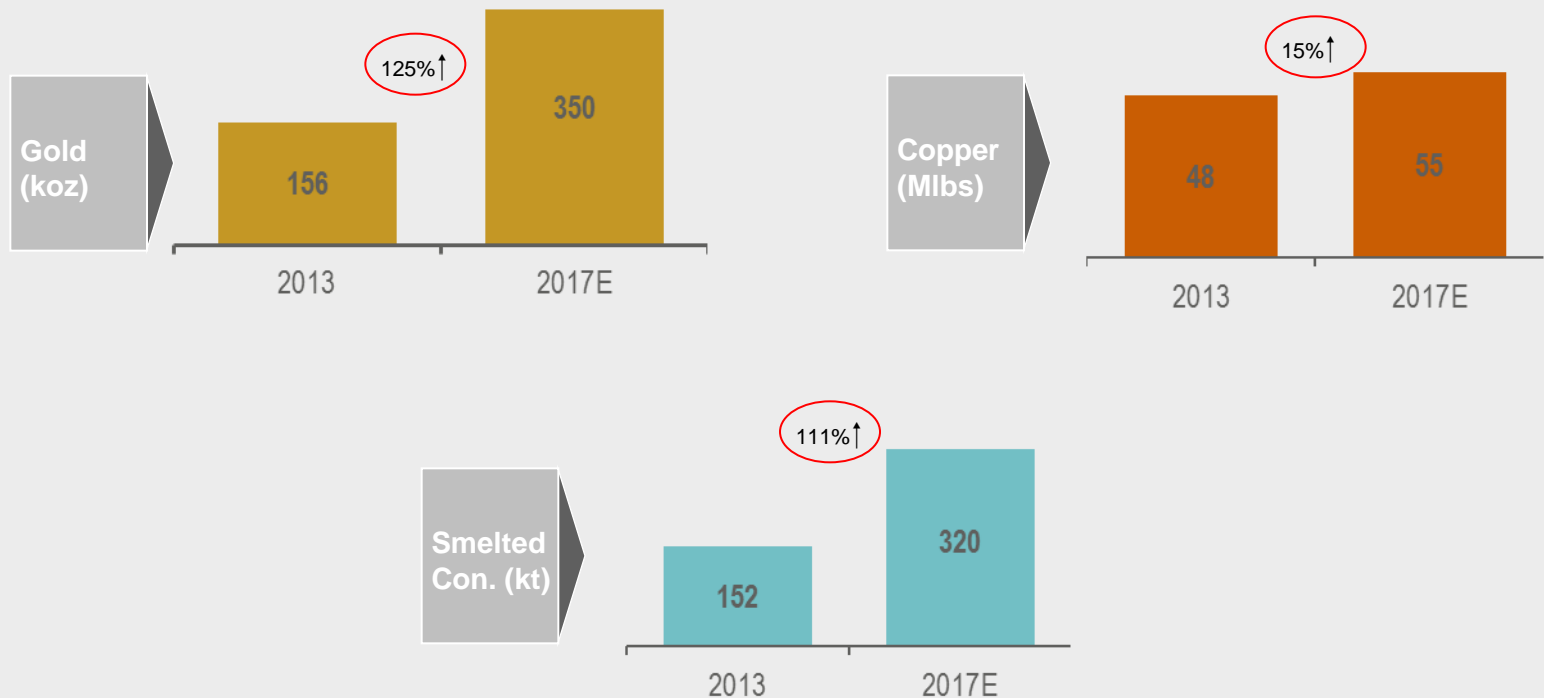
- Tsumeb Acid Plant
- Chelopech Pyrite Recovery Circuit
- Krumovgrad Gold Project
- Kapan UG Mine Expansion
- Tsumeb Holding Furnace

1. As of December 31, 2013.
 2. Includes Avala and Dunav cash.
 3. 2013 adjusted EBITDA includes Avala and Dunav exploration and G&A expenses.

CAPITAL INVESTMENT EXPECTED TO DRIVE INCREASED PRODUCTION

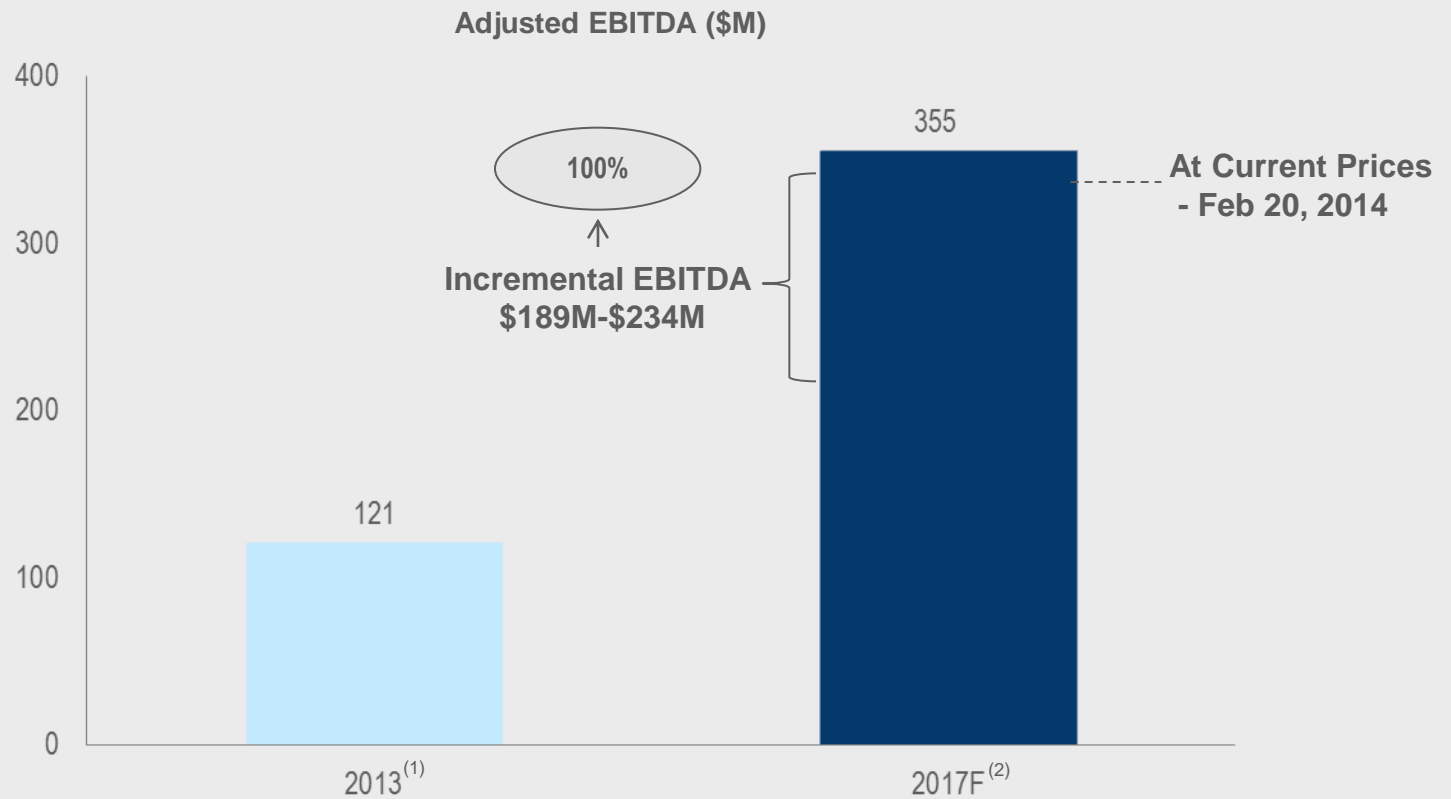
- Low gold cost per ounce drives solid EBITDA margins
 - Produced gold at a cash cost of ~\$329 per ounce (net of by-product credits) in 2013
 - Lowest quartile cash costs

Targeted Production Growth



EBITDA GROWTH POTENTIAL

Capital investments expected to deliver additional value
- Implied current share price / 2017F EBITDA ~ 2.5x



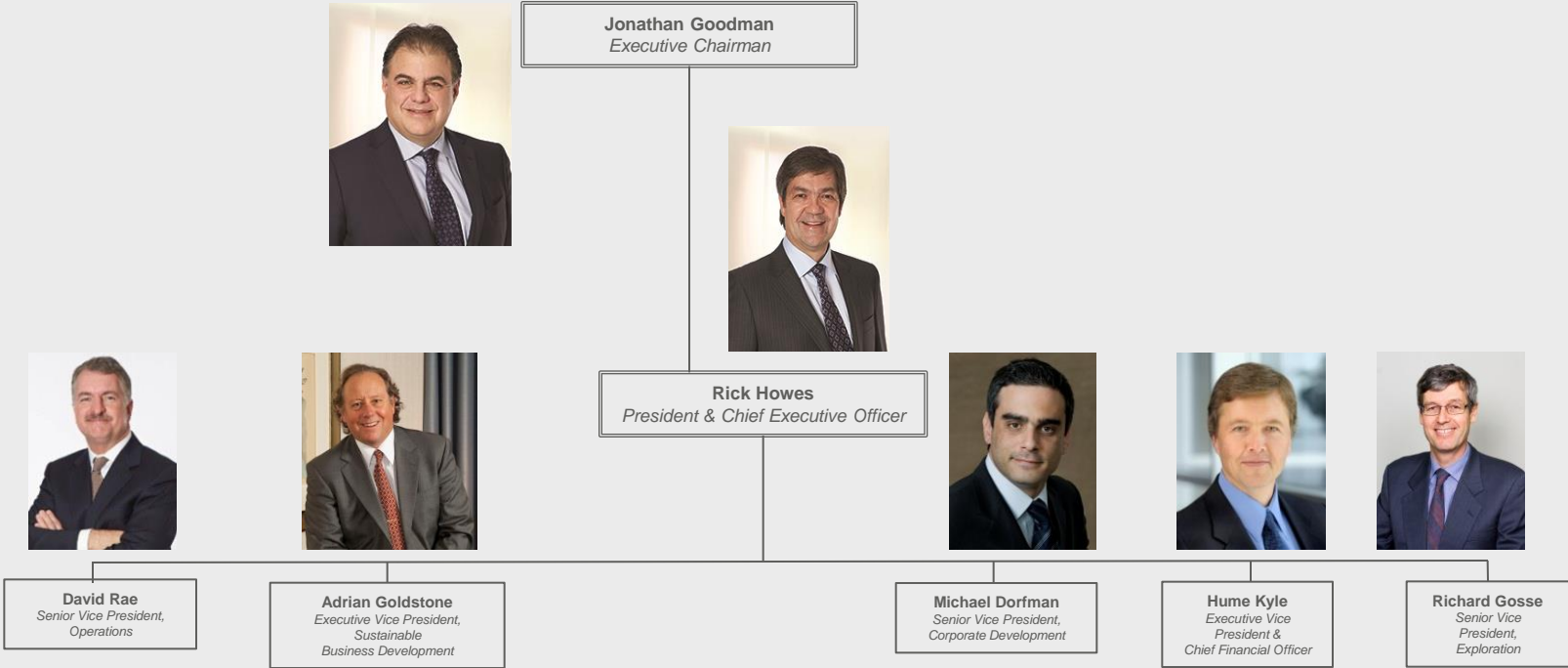
(1) 2013 EBITDA exclusive of Avala and Dunav.

(2) 2017F EBITDA based on completion of identified investment opportunities, current and LT metal prices and tolling rates in line with most recent contract.

COMPELLING INVESTMENT OPPORTUNITY



DUNDEE PRECIOUS METALS MANAGEMENT TEAM





One Adelaide Street East
Suite 500
Toronto, Ontario M5C 2V9
T: 416 365-5191

Investor Relations
T: 416 365-2851
ssrubiski@dundeeprecious.com

TSX:
DPM – Common Shares
DPM.WT.A – 2015 Warrants



APPENDICES



ANALYST COVERAGE

BMO

John Hayes

CIBC World Markets

Leon Esterhuizen

Cormark Securities

Mike Kozak

Dundee Securities

Josh Wolfson

GMP Securities

Oliver Turner

Paradigm Capital

Don MacLean

RBC Capital Markets

Sam Crittenden

Scotia Capital

In transition

2014 GUIDANCE

Metals Contained in Concentrate Produced	Chelopech	Kapan	Total
Gold (ounces)	126,000 – 138,000	29,000 – 36,000	155,000 – 174,000
Copper (million pounds)	42.7 – 46.2	2.8 – 3.8	45.5 – 50.0
Zinc (million pounds)	-	11.6 – 15.9	11.6 – 15.9
Silver (ounces)	210,000 – 230,000	468,000 – 640,000	678,000 – 870,000
Sustaining Capital expenditures	\$10 - \$12 million	\$15 - \$18 million	\$25 - \$30 million

Total growth capital expenditures	\$160 - \$175 million
Construction of acid plant at Tsumeb	
Phase I Pyrite Project at Chelopech	
Krumovgrad development and construction work	
Kapan exploration and/or development work	
Mine output at Chelopech (tonnes of ore)	1.9 – 2.05 million
Mine out put at Kapan (tonnes of ore)	475,000 – 525,000
Concentrate smelted at Tsumeb (tonnes)	190,000 – 220,000
Sustaining capital expenditures at Tsumeb	\$12 - \$15 million

CHELOPECH MINE: UPDATED MINERAL RESERVES AND RESOURCES

Chelopech Mineral Reserves – December 31, 2012

Category	Tonnes (M)	Gold		Copper		Silver	
		Grade (g/t)	Ounces (M)	Grade (%)	Pounds (M)	Grade (g/t)	Ounces (M)
Proven	12.3	3.4	1.4	1.3	340	9.3	3.7
Probable	9.3	3.8	1.1	0.9	180	5.7	1.7
Total	21.6	3.6	2.5	1.1	519	7.7	5.4

Chelopech Mineral Resources – December 31, 2012

Category	Tonnes (M)	Gold		Copper		Silver	
		Grade (g/t)	Ounces (M)	Grade (%)	Pounds (M)	Grade (g/t)	Ounces (M)
Measured	15.1	4.0	2.0	1.5	490	10.3	5.0
Indicated	14.0	4.0	1.8	1.1	336	8.5	3.8
M&I	29.1	4.0	3.8	1.3	825	9.4	8.8
Inferred	9.3	2.9	0.9	0.9	182	10.6	3.2

1. The rounding of tonnage and grade figures has resulted in some columns showing relatively minor discrepancies in sum totals.
2. All Mineral Resources and Mineral Reserves Estimates have been determined and reported in accordance with NI 43-101 and the classification adopted by the CIM.
3. Chelopech Mineral Reserves are based on a gold equivalent cut-off of 4 g/t (Au g/t + 2.06xCu%) and a cut-off of USD 10 profit/tonne using NSR analysis, as of December 31, 2012. This information has been prepared by Gordon Fellows who is a QP as defined in NI 43-101 and not independent of the Company.
4. Chelopech Mineral Resources are based on a gold equivalent cut-off 3 g/t (Au g/t + 2.06xCu%) and a greater than USD 0 profit/tonne test using NSR analysis, as of December 31, 2012. This information has been prepared by Petya Kuzmanova and reviewed and approved by Julian Barnes. Julian Barnes is a QP as defined in NI 43-101 and not independent of the Company.
5. Mineral Reserves and Mineral Resources for Chelopech are based on long term metals prices of USD 1,250/oz Au, USD 2.75/lb Cu, USD 25/oz Ag.
6. Measured and Indicated Mineral Resources are inclusive of Proven and Probable Mineral Reserves.

CHELOPECH MINE: CASH COST RECONCILIATION

US\$ thousands, unless otherwise indicated	Q4 2013	Year 2013 Actual	Year 2012 Actual	Year 2011 Actual	Year 2010 Actual	Year 2009 Actual
Cost of Sales:	28,268	120,480	98,298	88,838	\$72,707	74,499
Less amortization & other	(8,533)	(32,905)	(19,542)	(15,499)	(14,425)	(14,242)
Plus other charges, including freight	24,563	94,421	86,228	65,125	41,234	38,317
Less by-product credits	(38,123)	(152,148)	(163,940)	(147,812)	(87,320)	(64,198)
Cash cost of sales after by-product credits	6,175	29,848	1,044	(9,348)	12,196	34,376
Gold oz (payable metal)	31,293	131,923	116,644	83,796	58,065	93,081
Cash cost of sales/oz gold, (net of by-product credits)	\$197 ¹	\$226 ²	\$9 ³	\$(112) ⁴	\$210 ⁵	\$369 ⁶

1. Based on \$3.23/lb copper
2. Based on \$3.36/lb copper
3. Based on \$3.95/lb copper
4. Based on \$4.27/lb copper
5. Based on \$3.42/lb copper
6. Based on \$2.34/lb copper

CHELOPECH MINE: CASH COST PER TONNE OF ORE RECONCILIATION

<i>US\$ thousands, unless otherwise indicated</i>						
For the periods indicated	Q4 2013	Year 2013 Actual	Year 2012 Actual	Year 2011 Actual	Year 2010 Actual	Year 2009 Actual
Ore processed (mt)	500,599	2,032,002	1,819,687	1,353,733	1,000,781	980,928
Cost of sales	28,268	120,480	98,298	88,838	72,707	75,647
Add (deduct):						
Depreciation, amortization & other non-cash costs	(8,533)	(32,905)	(19,542)	(15,499)	(14,425)	(15,390)
Change in concentrate inventory	546	(6,135)	4,535	862	(2,018)	(419)
Total cash cost of production	20,281	81,440	83,291	74,201	56,264	59,838
Cash cost per tonne of ore processed, including royalties	\$40.51	\$40.08	\$45.77	\$54.81	\$56.22	\$61.00
Cash cost per tonne of ore processed, excluding royalties	\$36.48	\$36.26	\$41.16	\$49.99	\$51.54	\$55.23

1. Gold, copper and zinc are accounted for as co-products. Total cash costs are net of by-product silver revenue.

KAPAN MINE: UNDERGROUND MINERAL RESOURCE ESTIMATE

Dundee Precious Metals Kapan Shahumyan Deposit Mineral Resource Estimate as at
January 31, 2013
Reported at a gold equivalent cut-off 2.24 Au g/t

Classification	Tonnes Mt	Au g/t	Contained Koz	Gold Equiv g/t	Ag g/t	Cu %	Zn %	Pb %	S %	Density
Indicated	2.8	2.6	237	5.2	50	0.4	2.1	0.2	2.4	2.73
Inferred	10.6	2.3	790	4.5	41	0.4	1.7	0.1	3.2	2.73

- AuEq was calculated using the formula $Au + (Cu \times 1.34) + (Ag \times 0.023) + (Zn \times 0.42)$ and assumes metal prices of \$1,250/oz Au, \$25/oz Ag, \$2.75/lb Cu and \$0.85/lb Zn
- For detailed information on drilling, sampling and analytical methodologies refer to "NI 43-101 Technical Report – Shahumyan Project Kapan, Republic of Armenia" filed on SEDAR at www.sedar.com on August 29, 2013.

KAPAN MINE: CASH COST RECONCILIATION

US\$ thousands, unless otherwise indicated	Q4 2013	Year 2013 Actual	Year 2012 Actual	Year 2011 Actual	Year 2010 Actual	Year 2009 Actual
Cost of Sales:	14,204	46,823	50,547	47,276	33,637	21,072
Less amortization & other	(2,900)	(7,459)	(9,989)	(9,140)	(7,056)	(6,996)
Plus other charges, including freight	2,415	9,268	6,218	11,893	8,912	5,142
Less by-product credits	(6,719)	(28,046)	(32,075)	(47,588)	(28,562)	(13,591)
Cash cost of sales after by-product credits	7,000	20,586	14,701	2,441	6,931	5,627
Gold oz (payable metal)	5,577	21,351	18,204	26,230	22,287	11,233
Cash cost of sales/oz gold, (net of by-product credits)	\$1,255 ¹	\$964 ²	\$808 ³	\$93 ⁴	\$311 ⁵	\$501 ⁶

1. Based on \$3.23/lb copper
2. Based on \$3.36/lb copper
3. Based on \$3.95/lb copper
4. Based on \$4.27/lb copper
5. Based on \$3.42/lb copper
6. Based on \$2.34/lb copper

KAPAN MINE: CASH COST PER TONNE OF ORE RECONCILIATION

<i>US\$ thousands, unless otherwise indicated</i>	Q4 2013 Actual	Year Actual 2013	Year 2012 Actual	Year 2011 Actual	Year 2010 Actual	Year 2009 Actual
For the periods indicated						
Ore processed (mt)	112,770	465,894	509,419	581,852	428,865	218,235
Cost of sales	14,204	46,823	50,547	47,276	33,637	21,197
Add (deduct):						
Depreciation, amortization & other non-cash costs	(2,900)	(7,459)	(10,883)	(9,140)	(7,056)	(4,047)
Care and maintenance costs	-	-	-	-	-	(3,074)
Change in concentrate inventory	(740)	(2,407)	(718)	416	3,572	1,696
Total cash cost of production	10,564	36,957	38,946	38,552	30,153	15,772
Cash cost per tonne of ore processed (royalties not applicable in 2009)	\$93.68	\$79.32	\$76.45	\$66.26	\$70.31	\$72.27
Cash cost per tonne of ore processed, excluding royalties	\$84.62	\$72.32	\$69.10	\$62.57	\$66.33	\$72.27

1. Gold, copper and zinc are accounted for as co-products. Total cash costs are net of by-product silver revenue.

KRUMOVGRAD GOLD PROJECT

Krumovgrad Mineral Reserves – December 31, 2011

Category	Tonnes (M)	Gold		Silver	
		Grade (g/t)	Ounces (M)	Grade (g/t)	Ounces (M)
Proven	2.94	4.70	0.44	2.54	0.24
Probable	4.30	2.44	0.34	1.52	0.21
Total	7.24	3.36	0.78	1.92	0.45

Krumovgrad Mineral Resources – December 31, 2011

Category	Tonnes (M)	Gold		Silver	
		Grade (g/t)	Ounces (M)	Grade (g/t)	Ounces (M)
Measured	3.30	4.90	0.52	3.00	0.28
Indicated	4.69	2.50	0.38	2.00	0.24
M&I	7.99	3.50	0.90	2.00	0.51
Inferred	0.40	1.20	0.02	1.00	0.01

1. Rounding of tonnage and grade figures has resulted in some columns showing relatively minor discrepancies in sum totals.
2. All Mineral Resource Estimates have been determined and reported in accordance with NI 43-101 and the classification adopted by the CIM.
3. Krumovgrad Mineral Reserves and Resources are based on the Krumovgrad 2012 Technical Report using a variable economic cut-off grade and 0.5 g/t Au respectively.
4. All Mineral Reserves and Resources are based on long term metals prices of \$1,250 Au, \$3/lb Cu, \$25/oz Ag and \$1/lb Zn.
5. Measured and Indicated Mineral Resources are inclusive of Proven and Probable Reserves.

SUSTAINABLE DEVELOPMENT

People, Health and Safety

Develop and operate sustainable businesses where the health and safety of our employees is paramount

- 2,617 full-time and 825 contracted employees worldwide
 - 99% of employees and 86% at the manager level (or above) are local nationals
- Local hiring, ongoing safety improvements, employee training and fair compensation assist in maintaining healthy labour relations
- Corporate, regional and human resource policies and programs reflect local needs to attract, retain and motivate employees
- 2013 focused on reducing Lost Time Injuries (LTI) and Lost Time Injury Frequency Rate (LTIFR) and achieving zero fatalities at all sites

Environment

Promote sustainable growth and responsibility through pragmatic environmental solutions and practices across the business

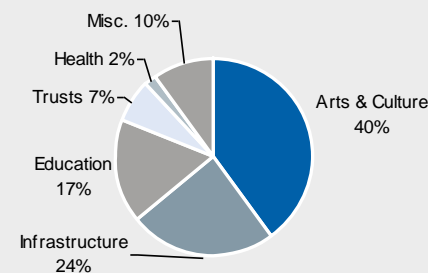
- Ongoing investment in plant upgrades and modernization at all sites has resulted in significant energy efficiency improvements
- Award-winning environmental conservation at Chelopech
 - Chelopech tailings and waste management policies compliant with international best practices
- Emissions control project (Project 2012) substantially complete
 - Continued environmental improvements at Tsumeb in 2013 and beyond
 - A \$204mm contract was signed with Outotec, to install a sulphuric acid plant to capture sulphur dioxide emissions, which is due for commissioning in late 2014

Local Communities

Provide economic benefits and participate in community development in meaningful and innovative ways

- Appoint corporate and local operational executives to manage political relationships and corporate social responsibility (CSR)
- Award-winning CSR initiatives at Chelopech
 - Established the Dundee Foundation in Bulgaria in 2012, to separate our national and site-specific CSR spending
- Foster stakeholder engagement with two public information centers in Chelopech and one in Krumovgrad

Community Spending & Donations Totalled \$3.4mm in 2012





One Adelaide Street East
Suite 500
Toronto, Ontario M5C 2V9
T: 416 365-5191

Investor Relations
T: 416 365-2851
ssrubiski@dundeeprecious.com

TSX:
DPM – common shares
DPM.WT.A – 2015 Warrants