



DUNDEE PRECIOUS TO ACQUIRE REMAINING INTEREST IN CANADIAN BACK RIVER PROJECT FROM KINROSS

Toronto, March 2, 2006 – Dundee Precious Metals Inc. (DPM - TSX) (“Dundee” or the “Company”) is pleased to announce that it has entered into a letter of agreement (the “Agreement”) with Kinross Gold Corporation (“Kinross”) to purchase a 100% interest in Kinross’ George Lake and Goose Lake properties located in Nunavut (the “Back River Project” or “the Properties”) for US\$6 million. At the same time, the Company announced the approval by its board of directors of a \$15.6 million exploration budget to execute the proposed 2006 Exploration Program at the Back River Project.

“We are extremely pleased that Kinross has agreed to allow us to purchase its interest in the Back River Project”, said Jonathan Goodman, President and Chief Executive Officer of Dundee. “Our sole ownership of the Properties will allow us to consolidate the area and aggressively pursue the drilling of new targets in order to expand the existing resource base in a resource-rich area that is under explored and responsive to mining development opportunities.”

The Properties are located 520 kilometres northeast of Yellowknife and comprise a total of 45 Crown leases and one mineral claim making up six distinct properties covering approximately 390 square kilometres of prospective terrain. A report prepared by Watts, Griffis and McQuat Limited in 2003 estimated gold resources of 1,376,000 oz and 601,000 oz in the indicated and inferred categories, respectively.

The transaction is expected to close in the first quarter of 2006, subject to definitive documentation.

Dundee Precious is a Canadian based, international mining company engaged in the acquisition, exploration, development and mining of precious metals. It currently owns the Chelopech Mine, a producing copper/gold mine, and the Krumovgrad Gold Project, a development project, both located in Bulgaria, and is engaged in mineral exploration activities in the region. The Company also holds a significant and strategic portfolio of investments in the precious metals and mineral related sector.

FORWARD LOOKING STATEMENTS

This news release may contain certain information that constitutes forward-looking statements. Forward-looking statements are frequently characterized by words such as “plan,” “expect,” “project,” “intend,” “believe,” “anticipate” and other similar words, or statements that certain events or conditions “may” or “will” occur. Forward-looking statements are based on the opinions and estimates of management at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. These factors include the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drilling results and other geological data, fluctuating metal prices and other factors described above and in the Company’s most recent annual information form under the heading “Risks Factors” which has been filed electronically by means of the Canadian Securities Administrators’ website located at www.sedar.com. The Company disclaims any obligation to update or revise any forward-looking statements if circumstances or management’s estimates or opinions should change. The reader is cautioned not to place undue reliance on forward-looking statements.

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