



**ACQUISITION OF SHARES OF
SOUTH ATLANTIC VENTURES LTD.**

FOR IMMEDIATE RELEASE

Toronto, January 10, 2003 – In accordance with regulatory requirements, Dundee Precious Metals Inc. (DPM.A, DPM.WT.A - TSX) (“Dundee Precious”) announced that it purchased 600,000 units of South Atlantic Ventures Ltd. (“South Atlantic”) at \$2.00 per unit. Each unit consists of one common share and one half of one warrant, with each whole warrant exercisable into one common share of South Atlantic at \$2.25 until December 16, 2004.

Assuming the conversion of all warrants held by Dundee Precious, it would hold an approximate 11.2% interest in South Atlantic.

The securities of South Atlantic held by Dundee Precious are held for investment purposes. These investments will be reviewed on a continuing basis and such holdings may be increased or decreased in the future.

Dundee Precious is a Toronto Stock Exchange listed investment company, managed by Dynamic Mutual Funds Ltd., providing investors with an opportunity to participate in a portfolio consisting primarily of precious metals related investments with the principal objectives of capital appreciation and the provision of a hedge against long term inflation.

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