



## NEWS RELEASE

**December 20, 2001** – Dundee Precious Metals Inc. (stock symbol DPM.A; DPM.WTA) (“DPM”) announces its intention to make a Normal Course Issuer Bid (the “Bid”) through the facilities of The Toronto Stock Exchange for up to 618,282 Class A Shares, and up to 125,900 of its Class A Share Purchase Warrants representing 10% and 5%, respectively, of the “Public Float”. There are 6,998,772 Class A Shares and 2,520,000 Class A Share Purchase Warrants currently issued and outstanding. The Notice of Intention to make the Bid has been accepted by The Toronto Stock Exchange. The Bid will commence on December 24, 2001 and will terminate on the earlier of the date the purchases are completed and December 23, 2002. All Class A Shares and Class A Share Purchase Warrants purchased under the bid will be cancelled.

DPM is making the Normal Course Issuer Bid because it is of the view that it may be advantageous to engage in repurchases of the Class A Shares, from time to time, when they are trading at prices which reflect a significant discount from the net asset value of the Class A Shares. Purchases made under the Normal Course Issuer Bid will have the immediate effect of reducing the net asset value of DPM and of increasing the net asset value per Class A Share while the purchase of Class A Share Purchase Warrants will enhance the long term net asset value per share of DPM.

Pursuant to our previous Normal Course Issuer Bid which commenced on December 22, 2000 and will terminate on December 21, 2001, DPM purchased 105,600 Class A shares at an average price of \$7.15 per share. No Class A Share Purchase Warrants were purchased.

Dundee Precious is a Toronto Stock Exchange listed investment company, managed by Dynamic Mutual Funds Ltd., a subsidiary of Dundee Wealth Management Inc., 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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