



DUNDEE

PRECIOUS METALS INC.

Denver Gold Forum

September 14, 2009

www.dundeeprecious.com

TSX | DPM

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, 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 news release 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 SNAPSHOT

DPM – TSX (Sept 10, 2009):	C\$2.79
Market Cap (Sept 10, 2009):	C\$270M
Shares Outstanding:	97.5M

At June 30, 2009:

Cash and Short Term Investments:	C\$75M
Plus Restricted Cash:	C\$7M
Plus Marketable Securities:	C\$18M
Total Debt:	C\$23M
Debt to Total Capitalization:	4.8%
Institutional Shareholders:	~65%

DPM PROPERTIES

- Chelopech gold/copper underground mine, Bulgaria
- Deno copper/gold/zinc underground mine, Kapan, Armenia
- Krumovgrad feasibility stage gold project, Bulgaria
- Serbian exploration properties (gold, copper, molybdenum, rhenium)





CORPORATE HIGHLIGHTS – YTD 2009

- Obtained IPPC operating permit for Chelopech metals plant
- Obtained Krumovgrad Commercial Discovery Certificate and restarted EIA process
- Commenced Chelopech mine/mill expansion to 2.0 mtpa
- Extension of Chelopech concentrate sales contract to 2020 (LOM)
- Reduced costs and increased efficiencies
- Increased cash flows and production
- Restarted Deno Gold mine operations
- Completed sale of Back River property
- Implemented provisional sales copper price protection policy

FINANCIAL HIGHLIGHTS: H1 2009 vs H1 2008

Maintaining strong cash / liquidity position is priority

Cdn\$ millions

except per share amounts

	H1 2009	H1 2008
Gross profit from mining operations (a) (b)	\$ 13.1	\$ 21.8
Gross profit excluding Deno redevelopment project	\$ 19.1	\$ 29.6
Net loss	\$ (2.8)	\$ (5.7)
Loss per share - basic	\$ (0.03)	\$ (0.09)
Gross profit from mining operations plus amortization	\$ 23.0	\$ 29.2
Gross profit excluding Deno plus amortization	\$ 27.2	\$ 35.2
Total Capital Expenditures	\$ 16.2	\$ 47.4

(a) Chelopech's concentrate sales 34,258 tonnes vs 30,420 tonnes in H1 2008; Deno Gold's concentrate sales 905 tonnes vs 4,464 tonnes in H1 2008. H1 2009 net favourable mark-to-market adjustments and final settlements of \$5.9 million compared to net unfavourable adjustments of \$1.3 million in H1 2008; H1 2009 net copper losses were \$4.1 million.

(b) Average metal prices H1 2009 gold US\$915/oz and copper US\$1.83/lb vs H1 2008 gold US\$912/oz and copper US\$3.68/lb.

CHELOPECH MINE, BULGARIA

- From underdeveloped to world class mine
- Largest underground gold/copper mine in Europe
- Long life cash flow producer
- Potential to significantly increase resource
- Two parallel expansion initiatives underway



CORPORATE SOCIAL RESPONSIBILITY AND HSE STANDARDS AT WORK

- Bulgarian and European environmental award winner
- Community initiatives support English language school, hospitals, technical schools and universities and many other local community projects
- Environmental standards meet or exceed EU standards
- Safety statistics exceed N. America/Australia



	2004	2005	2006	2007	2008	Q2 '09
LTI's	27	18	9	5	5	1
LTI's FR	n/a	3.09	1.53	0.75	0.60	0.43

LTI FR's: Ontario ~ 0.9; Canada/Australia ~ 1.00; US ~ 2.00

$$FR = \frac{\text{LTIs number of occurrence s}}{\text{Man hours worked}} \times 200,000$$

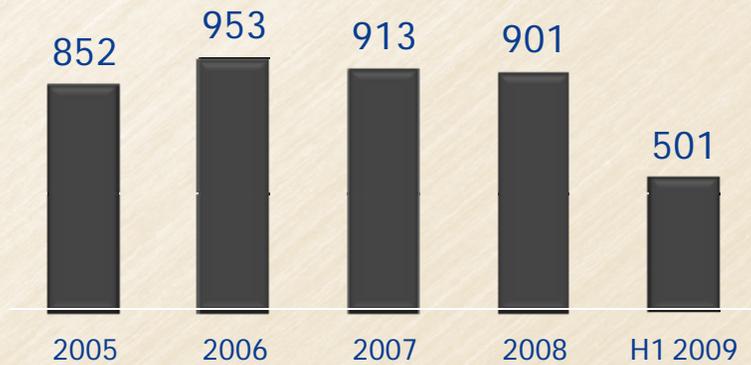
CHELOPECH: H1 2009 HIGHLIGHTS

- 19% increase in ore processed over H1 2008 due to increased mine productivity and stope availability
- 35% increase in concentrate production over H1 2008 - 2009 production expected to exceed 67,000 tonnes (2008 – 54,669 tonnes)
- 13% reduction in unit cash cost over H1 2008 to US\$55.25/tonne ore processed
- 2009 Cap Ex forecast of US\$35.0M (including project capital of US\$21 million) H1 2009 = US\$10.5M

CHELOPECH - MINE AND MILL OPERATIONS

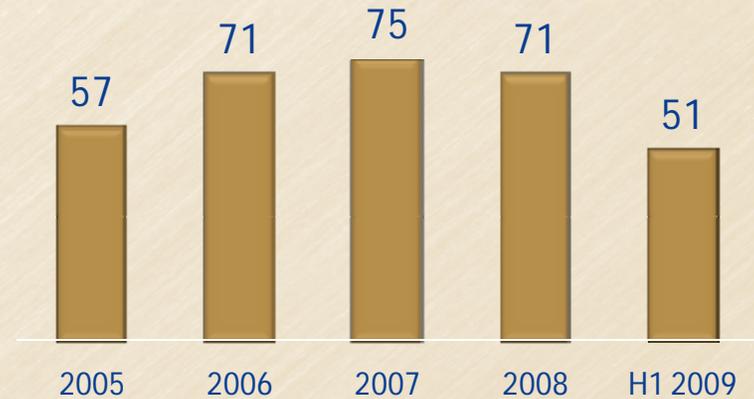
Ore Processed

(000' tonnes per year)



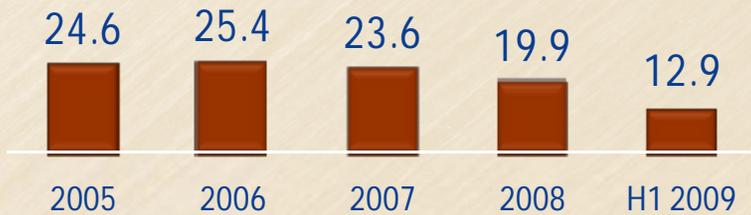
Gold Production

(000' oz)



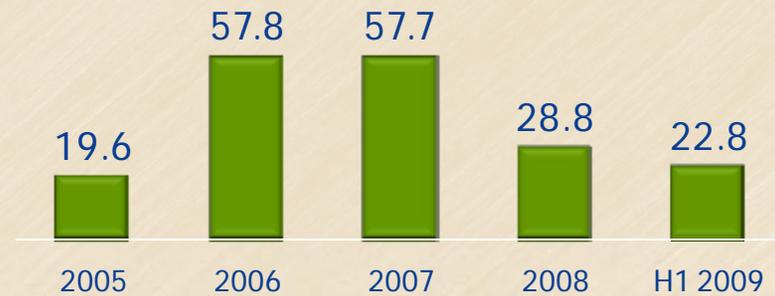
Copper Production

(lbs in millions)



EBITDA

(in US\$ millions)





CHELOPECH EXPANSION PROJECT:

(1) Mine/Mill Expansion; and (2) Metal Processing Facility

(1) Mine/Mill Expansion

- Expand mine and upgrade mill to 2.0 mtpa (Cost ~US\$90M)
- Concentrate sales secured to 2020 (LOM)
- Construction permits for SAG mill and concentrator expansion received and work is progressing
- Continue to evaluate further project optimizations

(2) Metal Processing Facility (MPF)

- Construct plant to produce finished metal (Cost ~US\$126M)
- Government has ability to own 25% of MPF
- EIA approved in July 2008
- IPPC permit in hand; Seveso permit expected by year end
- Detailed engineering, expected completion by year end
- Optimal environmental solution

PROJECT IMPLEMENTATION FLEXIBILITY

- Smelter Agreement allows mine to be developed before MPF. Contract to sell up to 120,000 tonnes of concentrate/year from 2011 to 2013; Up to 140,000 tonnes from 2014 - 2020 (LOM)
- Of US\$216M in capital, approximately US\$90M covers mine and mill expansion to 2.0 mtpa, balance is for MPF
- Economies of Scale - 50% of costs are fixed
- Increasing cash flows from the mine will fund much of the construction of the MPF, at today's metal prices
- Implementation plan in progress which may result in value enhancing changes to scope

CHELOPECH MINE: PRODUCTION

	<u>Actual H1 2009</u>	<u>Annualized 2009</u>	<u>Expanded⁽¹⁾</u>
Deliveries			
Concentrate (tonnes):	34,258	68,516	150,000
Gold (oz) ⁽²⁾	45,619	91,238	
Copper (M lbs) ⁽²⁾	11.7	23.4	
Primary Metal:			
Gold (oz)			139,568
Copper (M lbs)			47.9
Cash Costs/Tonne of Ore Processed (US\$)			
Mine/mill - production costs	\$ 55.25		\$ 40.19
Metals processing facility			12.20
Total			\$ 52.39
Cash cost of sale/oz gold (net of by-product credits)	\$ 455⁽³⁾		\$ 152

1) On average – representative period as per DFS based on US\$1.75/lb copper

2) Payable metal in concentrate sold

3) Based on US\$1.83/lb copper

DENO GOLD: KAPAN MINE, ARMENIA

- Mine/mill restarted April 2009
- DPM drilling confirmed historical Russian results, Inferred Resource defined
- New License Agreement to 2032
- New operating plan implemented
- 40% reduction in cash costs (Q2)
- 17% increase in concentrate production (Q2)



C1-C2 Resources	Tonnes million	Gold		Silver		Copper		Zinc	
		Grade (g/t)	Ounces ('000)	Grade (g/t)	Ounces ('000)	Grade (%)	Tonnes ('000)	Grade (%)	Tonnes ('000)
Non NI 43-101 compliant									
Shahumyan	12.40	2.5	997	50	19,933	0.56	69	2.50	310



DENO GOLD: DEVELOPMENT PLAN

- Restart underground operations (April 2009)
- Proof of Open Pit Concept
 - Reserve evaluation
- Expand underground mine and mill rate from 400,000 to 600,000 tonnes per annum
- Drill off open pit from cash flow generated from underground mine expansion
- Evaluate all financing alternatives for the potential open pit expansion

KRUMOVGRAD GOLD PROJECT, BULGARIA

- Potential low cost gold producer
- Excellent economics (based on 2005 DFS)
- 5 million tonnes Measured and Indicated Resource at 5 g/t gold
- Future production rate estimated at 150,000 oz gold/year for first four years (3:1 strip ratio)
- Good exploration potential



KRUMOVGRAD – PROJECT UPDATE

- EIA approval process restarted December 2008
- Commercial Discovery Certificate issued Sept 2009, the prerequisite for conversion to a mining concession
- Positive Natura 2000 Compatibility Assessment Report prepared with certain amendments
- Currently reviewing process technology and tailings facilities to optimize development and address community concerns, expected completion mid-2010
- Community engagement program continuing with positive dialogue

SERBIAN ASSETS: Pursuing Strategic Opportunities to Advance Projects and Maximize Value



**Coka Rakita
Au Porphyry**
47m at 2.15g/t Au
116m at 1.15g/t Au

**Coka Kuruga
HS Epithermal**

**25km Limestone
Hosted Au
mineralization**

**Kraku Pester
Au mineralization**
63.5m at 1.5g/t Au
incl. 28.3m at 2.35g/t Au

**Surdulica
Porphyry Mo-Re**



OUR PLANS GOING FORWARD

- Continue focused capital spending
- Continued company-wide cost savings initiatives
- Further increase efficiencies and cash flow at Chelopech
- Continue Chelopech mine/mill production ramp-up
- Further advance Krumovgrad project
- Develop expansion plan for Deno Gold operation
- Maximize value of Serbian assets
- Broaden shareholder base

DPM – POSITIONED FOR GROWTH

Company	Annual Gold Production (oz)	Market Cap (US\$)
<i>Dundee Precious Metals</i>	<i>100,000</i>	<i>\$250 million</i>
Aurizon	153,000	\$700 million
Alamos	150,000 - 250,000	\$950 million
Eldorado	338,000	\$4.1 billion
Gammon Gold	356,000	\$830 million
Red Back	400,000	\$2.4 billion
After Assets are Developed:		
<i>Dundee Precious Metals</i>	<i>300,000 +</i>	<i>\$ + +</i>

RESERVE SLIDES



CHELOPECH MINE: Summary of Updated Feasibility Study (March '09)

Calculated at US\$800/oz Au and US\$1.75/lb Cu

Objective

- Increase production to 2.0 mtpa plus
- POX Optimum environmental solution

Cost and return

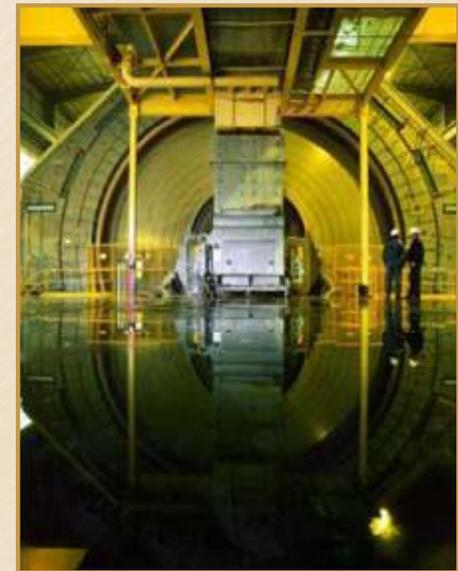
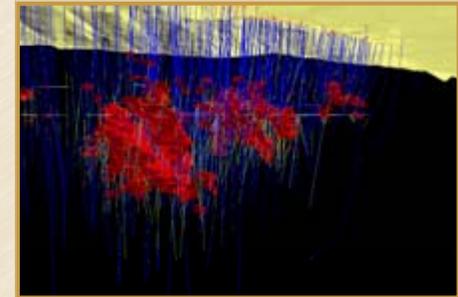
- Capital cost: US\$216M
- IRR after tax: 27.7
- Payback period: 2.8 years
- Avg. EBITDA (2012-2018): US\$90 million

Annual production

- 139,568 oz Gold; 47.9 million pounds Copper
- Cash cost US\$150/oz Gold (net of Copper credit)

Significant exploration potential

- Open at depth and along strike



CHELOPECH MINE: Mineral Resources and Mineral Reserves

Chelopech Mineral Reserves – Sept. 2008

Category	Tonnes (M)	Gold		Copper	
		Grade (g/t)	Ounces (M)	Grade (%)	Pounds (M)
Proven	11.68	3.89	1.46	1.42	366.03
Probable	12.69	3.53	1.44	1.15	321.86
Total	24.37	3.70	2.90	1.28	687.89

Chelopech Mineral Resources – Sept. 2008

Category	Tonnes (M)	Gold		Copper		Silver	
		Grade (g/t)	Ounces (M)	Grade (%)	Pounds (M)	Grade (g/t)	Ounces (M)
Measured	15.70	4.1	2.07	1.47	508.9	10.8	5.45
Indicated	19.08	3.52	2.16	1.10	462.6	7.42	4.55
M&I	34.78	3.78	4.23	1.27	971.5	8.94	10.00
Inferred	9.79	2.72	0.86	0.87	187.8	11.44	3.60

3.2g/t AuEq Cut-Off Grade; Cut-off Grade AuEq formula: $Au (g/t) + 2.5 \times Cu (\%)$.
Mineral Resources are inclusive of Mineral Reserves.

DENO GOLD: Shahumyan Mineral Resource

Shahumyan Deposit – September 2008
Inferred Mineral Resource – Ordinary Kriging Estimate

Cutoff (AuE - g/t)	Tonnage (Mt)	Gold Equiv. (g/t)	Copper (%)	Gold (g/t)	Silver (g/t)	Zinc (%)
0.50	335.8	1.19	0.11	0.48	8.39	0.41
0.75	226.5	1.47	0.13	0.61	10.32	0.49
1.00	147.1	1.80	0.15	0.79	12.62	0.57
1.25	98.3	2.14	0.17	0.99	14.99	0.65
1.50	69.8	2.45	0.18	1.19	17.00	0.72
1.75	49.2	2.80	0.19	1.43	19.14	0.78
2.00	36.3	3.13	0.19	1.68	20.87	0.83

10mE x 10mN x 10mRL Block Size – 5m Capped Input Composite Data

Note: AuEq US\$ price assumptions: Cu \$5,511.6/t (\$2.50/lb), Au \$850/oz, Ag \$16/oz and Zn \$2,204.6/t (\$1.00/lb).



KRUMOVGRAD: Feasibility Study (July '05)

To be updated once permit granted

Calculated at US\$430/oz Au

- Capital cost: US\$75M
- IRR after tax: 39%
- Payback period after tax: 1.9 years
- Production: 150,000 oz Au/year for the first four years (6 yr LOM)
- Total cash cost US\$116/oz AuEq

What has changed?

- Higher costs
- Higher prices
- Better economics

Metal	Measured & Indicated			Inferred Resources			
	1 g/t Au cut off	Tonnes (million)	Grade (g/t)	Ounces ('000)	Tonnes (million)	Grade g/t	Ounces ('000)
Gold		5.22	5.0	835	0.21	1.6	11
Silver		5.22	3.0	440	0.21	1.0	8

APPENDIX: CHELOPECH - Cash Cost Reconciliation

<i>US\$</i>	<u>H1 2009 Actual</u>
Cost of Sales:	\$ 33,830
Less amortization	(6,083)
Less reclamation and other costs	(800)
Plus other charges, including freight	16,062
Less by-product credits	<u>(22,235)</u>
Cash cost of sales after by-product credits	\$ 20,774
Gold oz (payable metal)	45,619
Cash cost of sales/oz gold, (net of by-product credits)	\$ 455