

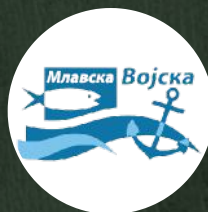
DUNDEE SERBIA

2024/25 CASE STUDY

ČOKA RAKITA. HOMOLJE MOUNTAINS.

investors info pack

chuvari homolja
MLAVSKA VOJSKA
Rendžeri Istočne Srbije



Homolje
leta Gospodnjeg 2025

SYSTEM CHANGE 2025

**CEASING the
operation in
SERBIA**







Dear Dundee Precious Metal investors,

We would like to announce a near cessation of the company's activities in Serbia.

The system corruption in Serbia is in its final stages and is nearing its end. As a result, the company's business case has become obsolete.

Additionally, the Serbian judicial system, after a decade-long hiatus, has resumed operations. Consequently, a number of criminal cases filed against the company will now be processed as **a top priority**.

Thank you for your attention to this matter.

DUNDEE's LAW VIOLATION in SERBIA

The easiest way to illustrate Dundee's violation of local legislation is by examining the company's proclaimed values and comparing them to their actual practices on-site.

Let's take a closer look at Dundee's hypocrisy, which will ultimately cost them both money and the reputation.



PURPOSE

Unlocking resources and generating value to thrive and grow together

STRATEGIC OBJECTIVES

Long-term
return
top quartile
industry

Sustainable
mid-tier producer

Generate net
positive impact
from our operations

All-in sustaining cost
in the bottom half of
the industry

Leader in mining
innovation and
operating
excellence

STRATEGIC PILLARS

ESG



Secure Social
License

Innovation



Transform
Assets

Optimize Portfolio



Unlock
Value

Growth



Leverage
Unique Skills

VALUES

We put the
safety & well-being
of people first



We are stewards of
the **environment**



We are **transparent**
and **accountable**

We **respect** each
other and embrace
inclusion



We **innovate**
with **courage**



We **partner** with
our **communities**

Dundee Precious Metals has enounced a set of prodigious values to promote in Western world.

Let's take a look to some of main characteristics of this polished self-image:

- Safety & well-being of people first
- We partner with our communities
- We are stewards of the environment
- We are transparent and accountable
- We innovate with courage

GUILTY OF:



'Safety & well-being of people first' means: **Low salaries and night shifts**



'We partner with our communities' means: **Corruption and Manipulation**



'We are stewards of the environment' means: **Environmental protection does not exist**



'We are transparent and accountable' means: **We don't give a damn for anything**



'We innovate with courage' means: **An innovative way to apply colonial practices in the 21st century**

Corruption and Manipulation

Dundee donates expensive cars to local corrupted politicians.

They also subcontract "ghost" work to companies with ownership ties to local corrupted politicians. They do this because they know they're breaking the law, but through bribery, the police and courts turn a blind eye to these violations.

For Dundee, "partnering with communities" likely means "bribing them all." They attempt to buy local support by donating to schools and children's programs, hoping to gain approval from less informed members of the community who are more likely to be swayed by emotional appeals rather than seeing through the manipulation.



Environmental protection

- NONE

Basic protection standards are not implemented in areas that serve as habitats for 143 protected species.

Drilling slurry is being discharged directly into pristine mountain springs, killing local wildlife.



DANDI MRŠ

SAHO

Transparency

Dundee began secret exploration in 2004 and continued until 2020. During this time, they conducted drilling operations without obtaining permission from local landowners.

Their commitment to transparency is most evident in their communication—or lack thereof—with local ecological activists.

Employees of Dundee's subcontractor have been involved in attacking local activists.

Accountability

How about:

- **Misuse** of local fire engines
- **Exploitation** of public water resources for non-drinking purposes
- Illegally **cutting down forests**
- **Constructing roads** without building permits
- Operating without a **waste disposal license**
- **Devastating** the environment
- Actively participating in **corrupt** activities involving local government officials

Innovation

Let's take a closer look at innovation, starting with the fact that Dundee's business model is no different from that of **colonial powers**.

Innovative business model: Find a country with a highly corrupt government, take advantage of it, ignore laws and regulations, corrupt officials, destroy the environment, and exploit resources. Then, sell what's left and leave.

Case Study

Project: Gold mine **Potaj Cuka Tisnica**

Country: Serbia

Area: **Homolje**, a nature resort



An aerial photograph showing a dirt road cutting through a deforested area. A yellow marker is visible on the ground. The surrounding area is mostly bare earth with some sparse vegetation.

A History of Law Violation

Phase 1 - Preparation Violation of local regulations

The company cannot operate drilling activities without valid mining waste disposal permit. However, they never obtained one or nor did they engage a licensed subcontractor.

Temporary roads to drilling sites are build without any permit. Acres of forest land are devastated.

A History of Law Violation

Phase 2 - Exploration Violation of local regulations

- Nature preservation violation
- Drilling next to the water table, forbidden by law
- Water supply from local streams – forbidden by law
- Soil and vegetation destruction
- Soil contamination
- Drinking water contamination
- Noise pollution
- Corruptive activities



Stone crayfish being sucked up by a DPM pump (note the missing pincer)

A History of Law Violation



Phase 2 - Exploration Nature preservation violation

First and foremost, as "stewards of the environment," Dundee should never have operated in an area with exceptional natural characteristics. Dundee is well aware that **this area is protected under the Bern Convention, serving as a habitat for 143 protected species** (57 of which are listed in the Bern Convention). More details can be found on the Bern Convention website.

Moreover, this area is a critical drinking water source for all of Eastern Serbia. A company that truly values environmental protection and community welfare **would never risk the lives of hundreds of thousands of people and wildlife.** But Dundee has no qualms about this risk.

A History of Law Violation

Phase 2 - Exploration Nature preservation violation

Not only does Dundee disregard the risk of destroying nature and water supplies, they are actively contributing to it. Records from 2024 show:

Drilling next to the water table – forbidden by law



Water supply from local streams – forbidden by law



A History of Law Violation

Phase 2 - Exploration

Soil contamination: A drilling slurry pool was constructed without a waste protection membrane, leading to soil contamination.



- Drilling slur discharged directly into a stream
- Machine oil discharge into the stream, killing fishes and crayfishes



29/05/2024 Čoka Rakita 2535
An accidental oil leak occurred from the water pump used to pump water for the exploratory wells at drillhole **DPDD 021**.

28/08/2024 Čoka Rakita 2535,
drillhole **DPDD 024**
An accidental spillage of mud occurred from the mud tank.

28/08/2024 Čoka Rakita 2535
drillhole **DPDD 021**
There was an accident mud spill during drilling, with remnants observed beneath the drilling platform on the forest floor.

A History of Law Violation

Phase 2 - Exploration

Water pollution & Soil contamination

The drilling area is located in karst terrain, rich with natural springs. This terrain is highly porous, allowing pollution to spread easily in all directions. The water resources in this area are of exceptional quality and do not require the processing typically necessary for drinking water treatment.

Dundee activities are affecting catchments of following rivers: Crna Reka, Tisnica and Lipa. These rivers are tributaries of two major rivers in eastern Serbia, Mlava and Pek, which are part of the Danube watershed.

The pollution that is already occurring threatens the natural habitats, as well as the lives and livelihoods of tens of thousands of people who live in the valleys of these rivers. Furthermore, locals alarmed about disappearance (drying out) of three (3) local springs.

The pollution of local springs is recorded by local scientists.

Unregulated discharges of waste products containing metalloids and heavy metals are a serious source of water pollution. These metalloids are present because the drilling waste slurry contains high levels of heavy metals resulting from drilling at great depths (some drill holes are more than 1000m deep).

The presence of heavy metals resulting from Dundee's drilling activities in local springs has been confirmed by comparative chemical analysis of the drilling slurry and mud from Čoka Rakita, as well as the chemical analysis of spring Izdan. A chemical analysis of the drilling slurry reveals dangerously high concentrations of heavy metals. Additionally, the chemical analysis of spring Izdan shows alarmingly high levels of iron. While the recommended maximum level of iron in drinking water is 0.3 mg/L (300 micrograms per liter), the iron concentration in the Izdan sample is approximately 12,000 mg/L.

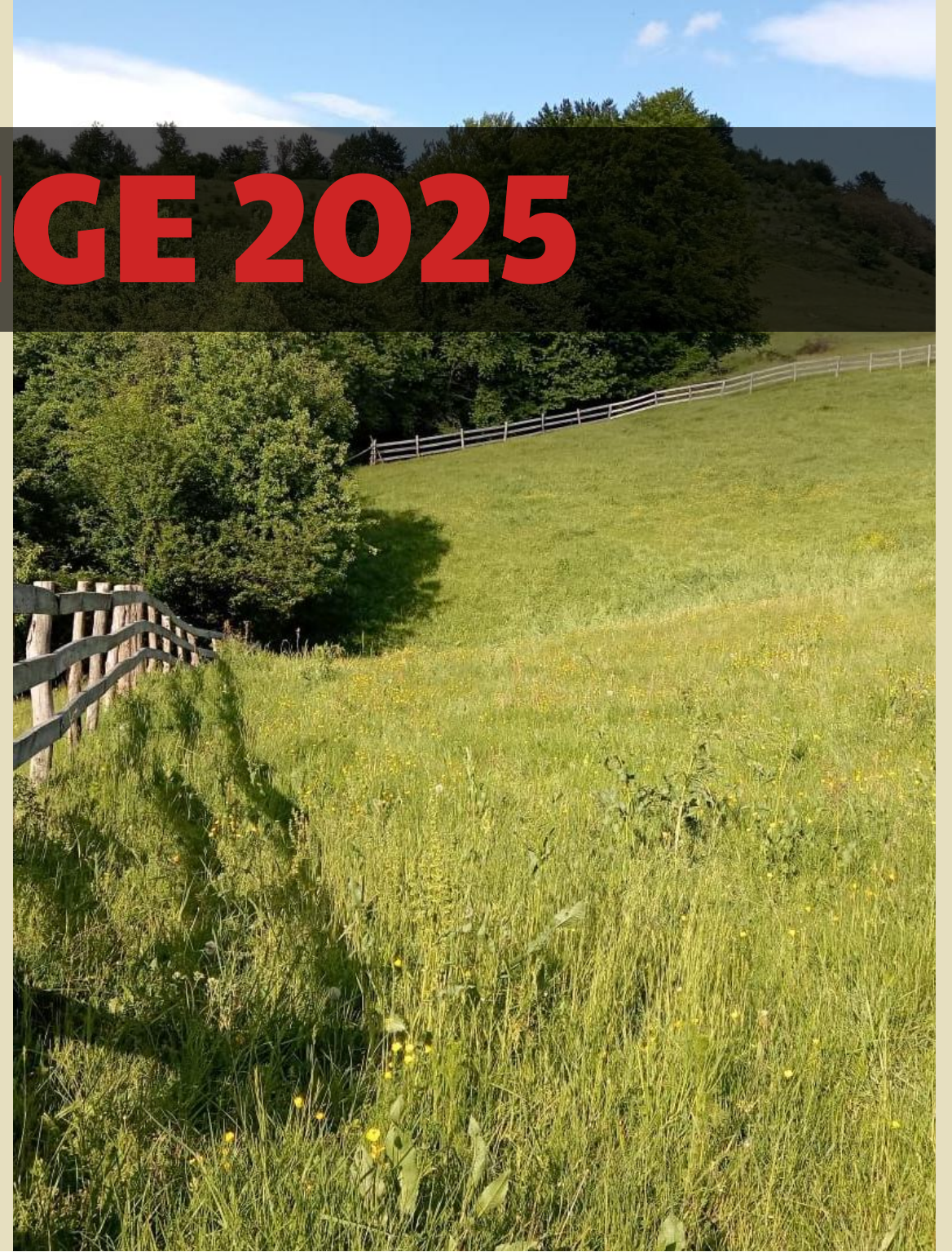


SYSTEM CHANGE 2025

CONCLUSION

We request that the records presented above be added to the company's valuation risk register under the "red category" and communicated to investors.

Furthermore, Dundee's investors should be made aware that the Bern Convention has opened a case against the Serbian government for permitting Dundee's activities in the Homolje region.



THANK YOU!

www.savehomoljemountains.org