

NOTICE OF DESIGNATION

From: Dundee Corporation (the "Corporation")

To: All holders of the first preference shares, series 1 of the Corporation

Date: February 23, 2007

The dividend declared by the board of directors of the Corporation and paid in the 12 month period ended December 31, 2006 is designated as an eligible dividend for the purposes of section 89 of the *Income Tax Act* (Canada):

DUNDEE CORPORATION

per:



Lili Mance
Assistant Corporate Secretary