

**FORM 6-K**

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**Report of Foreign Private Issuer**

**Pursuant to Rule 13a-16 or 15d-16  
of the Securities Exchange Act of 1934**

For the month of **October, 2010**

Commission File Number **001-31522**

**Eldorado Gold Corporation**  
(Translation of registrant's name into English)  
**1188-550 Burrard Street**  
**Bentall 5**  
**Vancouver, B.C.**  
**Canada V6C 2B5**  
(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F...[ ]..... Form 40-F...[ **X** ]...

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): \_\_\_\_

**Note:** Regulation S-T Rule 101(b)(1) only permits the submission in paper of a Form 6-K if submitted solely to provide an attached annual report to security holders.

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): \_\_\_\_

**Note:** Regulation S-T Rule 101(b)(7) only permits the submission in paper of a Form 6-K if submitted to furnish a report or other document that the registrant foreign private issuer must furnish and make public under the laws of the jurisdiction in which the registrant is incorporated, domiciled or legally organized (the registrant's "home country"), or under the rules of the home country exchange on which the registrant's securities are traded, as long as the report or other document is not a press release, is not required to be and has not been distributed to the registrant's security holders, and, if discussing a material event, has already been the subject of a Form 6-K submission or other Commission filing on EDGAR.

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes [ ] No [ **X** ]

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82- \_\_\_\_\_

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### Signatures

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

### ELDORADO GOLD CORPORATION

/s/ Dawn Moss

Dawn Moss, Corporate Secretary

Date: October 29, 2010

### Exhibits

- 99.1 [News Release dated October 28, 2010](#)
  - 99.2 [Notes to the Unaudited Interim Consolidated Financial Statements](#)
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eldorado gold

**NEWS RELEASE**

**TSX: ELD NYSE: EGO ASX: EAU**

**ELD No. 10-18  
October 28, 2010**

**Q3, 2010 Financial and Operating Results**  
**Earnings of \$0.09 per share; Cash flow from operations of \$0.18 per share**  
(all figures in United States dollars, unless otherwise noted)

VANCOUVER, BC – Paul N. Wright, President and Chief Executive Officer of Eldorado Gold Corporation, (“Eldorado” the “Company” or “we”) is pleased to report on the Company's financial and operational results for the third quarter ended September 30, 2010. The Company reported net income of \$48.8 million, or \$0.09 per share, and cash flow from operations of \$96.0 million or \$0.18 per share for the third quarter ended September 30, 2010.

“We maintain our guidance of 625,000 ounces of gold for 2010 at a cash operating cost of \$375 per ounce, firmly positioning us in the lowest quartile of costs ” stated Paul N. Wright, President and Chief Executive Officer of Eldorado. “ We are pleased with our increase in reserves at Kisladag in Turkey and our exploration and development progress at Tocantinzinho (“TZ”) in Brazil. We expect to report our exploration progress in China and Turkey in the middle of the fourth quarter”.

**Q3 2010 Highlights and Updates**

- Produced 151,297 ounces of gold at an average cash operating cost of \$386 per ounce;
- Sold 154,655 ounces of gold at a realized average price of \$1,231 per ounce;
- Reported earnings of \$0.09 per share;
- Generated \$96.0 million of cash or \$0.18 per share from operating activities before changes in non-cash working capital.
- Reported a 14% increase in reserves at Kisladag from the 27,000 meters drilled this year;
- Completed the acquisition of Brazauro Resources and reported an initial measured and indicated resource of 2.1 million ounces of gold at the TZ project;
- Completed the acquisition of the Xiaoshiren Central exploration license located 20 kilometers southeast of White Mountain.

**Financial Results**

Eldorado's consolidated net income for the third quarter of 2010 was \$48.8 million or \$0.09 per share compared to \$30.2 million or \$0.08 in the third quarter of 2009. Net income for the nine-month period ended September 30, 2010 was \$162.1 million or \$0.30 per share, compared to \$69.1 million or \$0.18 per share in the comparable period from 2009.

During the third quarter, we sold 154,655 ounces of gold at an average price of \$1,231 per ounce compared to 85,246 ounces of gold at an average price of \$957 per ounce in the third quarter of 2009.

**Corporate Activities**

*Completed the acquisition of Brazauro Resources*

On July 20, 2010 we completed the acquisition Brazauro Resources where we acquired 100% interest in the TZ project in Tapajos, Brazil which we had operated in a joint venture since July 2008. TZ is a late stage exploration project with a current Measured and Indicated Resource of 2.1 million ounces of gold. In addition we acquired option agreements to earn into 100% of the Agua Branca and Piranhas properties also located in the Tapajos District immediately adjacent to the TZ project.

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## **Operating Performance**

### *Kisladag*

During the quarter we produced 62,086 ounces of gold at a cash operating cost of \$337 per ounce. We placed 2,767,179 tonnes of ore on the leach pad at an average grade of 0.98 grams per tonne of gold.

The mine continued to perform well during the quarter. Metallurgical test work on heap leach recoveries continues and we expect to be able to comment on the significance of the results at year end.

### *Jinfeng*

During the quarter we produced 46,116 ounces of gold at cash operating cost of \$425 per ounce and we milled 387,427 tonnes of ore at a grade of 4.42 grams per tonne. Production from the open pit was 311,191 tonnes of ore and underground production totalled 96,272 tonnes of ore.

Mining from the open pit concentrated on the upper benches as seasonal rainfall slowed operations in the bottom of the pit.

### *Tanjianshan*

At Tanjianshan we produced 28,847 ounces of gold at cash operating cost of \$391 per ounce. We milled a total of 283,598 tonnes of ore at an average grade of 3.84 grams per tonnes.

The plant continues to perform well. The roaster cyclones will be replaced during the fourth quarter along with an inspection of the two roasters during a planned major regional power shutdown. This is the first inspection since the plant was commissioned in 2009.

### *White Mountain*

During the quarter we produced 14,248 ounces of gold at a cash operating cost of \$477 per ounce and we processed 154,125 tonnes of ore at a grade of 4.01 grams per tonnes.

Higher than normal rainfall and related dewatering issues reduced underground production in the third quarter. Construction of a culvert to contain and divert a local river that flows over the top of the southern workings is underway.

## **Development**

### *Efemcukuru*

The installation of electrical and instrumentation hardware and cabling continues in the concentrator plant. Dry commissioning of some of the smaller equipment has begun. Structural steel erection at the filtration and backfill plants has been completed. The balance of the equipment is being installed prior to closure of the structures and commencement of services installation. Full commissioning of the concentrator is on schedule for the fourth quarter with the balance of the process to be commissioned in the first quarter 2011.

Preparations for both the rock dump and tailings dump have been completed. Approval for the construction of the final component of the mine water management system has been received. Site services and the construction of the ancillary buildings will be concluded in first quarter 2011.

Pre-production development of all three mine access ramps is now well underway. Spending in the quarter totalled \$15.9 million.

### *Vila Nova Iron Ore*

Trial mining and processing at the mine continue. The first shipments of ore have been made from site through to the Anglo Ferrous loading terminal, with first ore sales planned for November.

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#### *Eastern Dragon*

Plans have been prepared for the start of winter construction upon receipt of the Project Permit which is currently before the Provincial authorities. This program will focus on closing in the concentrator buildings and installation of equipment foundations including ball mill foundations.

#### *Perama Hill*

The status of the Pre Environmental Impact Assessment review at the Ministry of Environment continues to be monitored.

#### *Tocantinzinho*

Field work for input into the Prefeasibility Report on TZ continues on schedule. Geotechnical drilling in the open pit has been completed as well as the installation of ground water monitoring devices for hydro geological analysis of the proposed pit. Condemnation and geotechnical auger drilling is being carried out for the plant site, rock and tailing impound areas. A survey of the area has been completed to assist in the final location of infrastructure and the location of the access road. Spending in the quarter was \$1.3 million.

### **Exploration**

#### *Turkey*

##### *Kisladag*

Eighteen diamond drill holes totalling 8,627 meters were drilled at Kisladag in the third quarter. These included seven geotechnical drill holes which constituted the remainder of the Phase 1 resource drilling program and some additional holes planned as a second phase of resource drilling. The 9,000 meter Phase 2 drilling program began in September and is designed to infill gaps mainly along the northern and western margins of the deposit and to further explore the newly-defined South-western Extension zone.

##### *Efemcukuru*

No new drilling was completed at Efemcukuru during the third quarter as drilling permits are still pending for the planned 2010 program. Work during the quarter focused on defining targets on the Kokarpinar and NW extension of the Kestane Beleni veins for future drilling.

#### *Reconnaissance programs*

Drilling programs were initiated during the quarter at Malatya-Hasancelebi and Sizma projects and will commence shortly at the Sayacik and AS projects. Results received to date on the drilling at both projects are encouraging. Reconnaissance sampling and soil surveys were completed on the early-stage Dolek, Catak and Atalan projects during the third quarter.

#### *China*

##### *Jinfeng*

Drilling programs continued during the quarter in the Jinfeng district, at the mine proper, at the Bannian prospect located approximately 20 kilometers southwest of Jinfeng mine and at the Lintan and Yaojiatan prospects located immediately north of the mine. At the Jinfeng mine, underground and surface drilling focused both on upgrading zones of inferred resources and testing new targets. Structural mapping completed in the open pit helped define controls on gold distribution leading to both a revision of the deposit structural model and the identification of new exploration targets in the surrounding area.

##### *White Mountain*

In the White Mountain district drilling is underway targeting the open down-dip and along strike extensions of the known ore body, and testing exploration targets in the Xiaoshiren exploration licenses. The acquisition of the Xiaoshiren Central exploration license located 20 kilometers south west of White Mountain was completed during the quarter. Soil sampling and trenching in the Xiaoshiren Central exploration areas containing high grade boulders is underway and diamond drilling has commenced. At Dongdapo mapping and soil sampling programs were completed with drilling scheduled for 2011.

#### *Eastern Dragon*

At Eastern Dragon we conducted ground magnetic surveys, float and outcrop sampling and prospecting within the EL 53 license area.

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### *Tanjianshan*

At 323 Zone nineteen drill holes totalling 4,157 meters were drilled testing the northern and southern limits to mineralization. Grade and continuity of gold mineralization drop to both the north and south of the previously defined high-grade zone, and the depth to mineralization continues to increase southward. The geological model has been updated to include the new drilling and a preliminary resource estimate is presently being prepared. At ZXS prospects area located between 323 Zone and the Jinloggou deposit we conducted shallow RC drilling, mapping and sampling.

### **Brazil**

#### *Tocantinzinho*

Exploration activities resumed in the third quarter at TZ. Approximately 38.5 line kilometres of induced polarization surveying was completed over areas peripheral to the known deposit and several zones of anomalous chargeability/resistivity have been identified for drill-testing. The geological model for the TZ deposit was updated and wireframes were produced for key geological surfaces in preparation for an updated resource model and several areas requiring infill drill holes were identified.

#### *Reconnaissance*

Field work was completed at the optioned Triguiero project in NE Brazil. Results did not produce sufficient encouragement to continue the option. At the Agua Branca project three drill holes were completed testing previously defined targets. Although the litho logic and alteration characteristics of units intersected in these drill holes are similar to those associated with the TZ deposit, gold grades are sub economic.

### **United States**

#### *Nevada*

Fieldwork at the Nevada projects focused on the Richmond Mountain option property where targets for drilling during fourth quarter have been identified. Due to continued permitting delays, the option on the Green Monster project was dropped and the drilling program planned for the Buffalo Canyon project was deferred until 2011.

Eldorado is a gold producing, exploration and development company actively growing businesses in Brazil, China, Greece, and Turkey and surrounding regions. We are one of the lowest cost pure gold producers. With our international expertise in mining, finance and project development, together with highly skilled and dedicated staff, we believe that Eldorado is well positioned to grow in value as we create and pursue new opportunities.

ON BEHALF OF  
ELDORADO GOLD CORPORATION

*“Paul N. Wright”*

Paul N. Wright  
President and Chief Executive Officer

***Eldorado will host a conference call Friday October 29, 2010 to discuss the 2010 Third Quarter Financial and Operating Results at 1:00 p.m. ET (10:00 a.m. PT). You may participate in the conference call by dialling 416-695-6622 in Toronto or 1-800-355-4959 toll free in North America and asking for the Eldorado Conference Call with Chairperson: Paul Wright, President and CEO of Eldorado Gold. The call will be available on Eldorado's website [www.eldoradogold.com](http://www.eldoradogold.com). A replay of the call will be available until November 5, 2010 by dialling 416-695-5800 in Toronto or 1-800-408-3053 toll free in North America and entering the Pass code 2583817.***

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### ***Cautionary Note Concerning Forward-Looking Statements***

*Certain of the statements made herein may contain forward-looking statements or information within the meaning of the United States Private Securities Litigation Reform Act of 1995 and applicable Canadian securities laws. Often, but not always, forward-looking statements and forward-looking information can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or the negatives thereof or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved.*

*Forward-looking statements and forward-looking information by their nature are based on assumptions and 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 future results, performance or achievements expressed or implied by such forward-looking statements or information. We have made certain assumptions about the forward-looking statements and information and even though our management believes that the assumptions made and the expectations represented by such statements or information are reasonable, there can be no assurance that the forward-looking statement or information will prove to be accurate. Furthermore, should one or more of the risks, uncertainties or other factors materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described in forward-looking statements or information. These risks, uncertainties and other factors include, among others, the following: gold price volatility; discrepancies between actual and estimated production, mineral reserves and resources and metallurgical recoveries; mining operational and development risk; litigation risks; regulatory restrictions, including environmental regulatory restrictions and liability; risks of sovereign investment; currency fluctuations; speculative nature of gold exploration; global economic climate; dilution; share price volatility; competition; loss of key employees; additional funding requirements; and defective title to mineral claims or property, as well as those factors discussed in the sections entitled "Forward-Looking Statements" and "Risk Factors" in the Company's Annual Information Form & Form 40-F dated March 31, 2010.*

*There can be no assurance that forward-looking statements or information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, you should not place undue reliance on the forward-looking statements or information contained herein. Except as required by law, we do not expect to update forward-looking statements and information continually as conditions change and you are referred to the full discussion of the Company's business contained in the Company's reports filed with the securities regulatory authorities in Canada and the U.S.*

### ***Cautionary Note Regarding Mineral Reserves and Mineral Resources***

*The terms "Mineral Reserve", "Proven Mineral Reserve" and "Probable Mineral Reserve" used in this release are Canadian mining terms as defined in accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects under the guidelines set out in the Canadian Institute of Mining, Metallurgy and Petroleum (the "CIM") Standards on Mineral Resources and Mineral Reserves, adopted by the CIM Council on August 20, 2000 as may be amended from time to time by the CIM. These definitions differ from the definitions in the United States Securities & Exchange Commission ("SEC") Guide 7. In the United States, a mineral reserve is defined as a part of a mineral deposit which could be economically and legally extracted or produced at the time the mineral reserve determination is made.*

*The terms "Mineral Resource", "Measured Mineral Resource", "Indicated Mineral Resource", "Inferred Mineral Resource" used in this release are Canadian mining terms as defined in accordance with National Instrument 43-101 – Standards of Disclosure for Mineral Projects under the guidelines set out in the CIM Standards. Mineral Resources which are not Mineral Reserves do not have demonstrated economic viability.*

*For a detailed discussion of resource and reserve estimates and related matters see the Company's reports, including the Annual Information Form and Form 40-F dated March 31, 2010 and technical reports filed under the Company's name at [www.sedar.com](http://www.sedar.com) and [www.sec.gov](http://www.sec.gov) respectively.*

### ***Cautionary Note to US Investors Concerning Estimates of Measured, Indicated and Inferred Resources***

*Note to U.S. Investors. While the terms "mineral resource", "measured mineral resource," "indicated mineral resource", and "inferred mineral resource" are recognized and required by Canadian regulations, they are not defined terms under standards in the United States and normally are not permitted to be used in reports and registration statements filed with the SEC. As such, information contained in this report concerning descriptions of mineralization and resources under Canadian standards may not be comparable to similar information made public by U.S. companies in SEC filings. With respect to "indicated mineral resource" and "inferred mineral resource" there is a great amount of uncertainty as to their existence and a great uncertainty as to their economic and legal feasibility. It can*

*not be assumed that all or any part of an "indicated mineral resource" or "inferred mineral resource" will ever be upgraded to a higher category. Investors are cautioned not to assume that any part or all of mineral deposits in these categories will ever be converted into reserves.*

Eldorado Gold Corporation's common shares trade on the Toronto Stock Exchange (TSX: ELD) and the NYSE (NYSE: EGO). Eldorado's CDI trade on the Australian Securities Exchange (ASX: EAU).

Contact:

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## PRODUCTION HIGHLIGHTS

	First Quarter 2010	Second Quarter 2010	Third Quarter 2010	Third Quarter 2009	First Nine Months 2010	First Nine Months 2009
<b>Gold Production</b>						
Ounces Sold	163,446	172,826	<b>154,655</b>	85,246	<b>490,927</b>	229,158
Ounces Produced	164,928	167,940	<b>151,297</b>	88,918	<b>484,165</b>	234,916
Cash Operating Cost (\$/oz) <sup>1,3,4</sup>	370	357	<b>386</b>	296	<b>371</b>	297
Total Cash Cost (\$/oz) <sup>2,3,4</sup>	397	410	<b>431</b>	325	<b>412</b>	321
Realized Price (\$/oz - sold)	-1,110	1,195	<b>-1,231</b>	957	<b>1,178</b>	934
<b>Kışladağ Mine, Turkey</b>						
Ounces Sold	83,974	69,197	<b>66,113</b>	55,902	<b>219,284</b>	166,598
Ounces Produced	82,240	70,451	<b>62,086</b>	57,902	<b>214,777</b>	167,079
Tonnes to Pad	2,898,199	2,686,284	<b>2,767,179</b>	2,523,546	<b>8,351,662</b>	7,036,871
Grade (grams / tonne)	1.12	1.12	<b>0.98</b>	1.22	<b>1.08</b>	1.24
Cash Operating Cost (\$/oz) <sup>3,4</sup>	304	304	<b>337</b>	275	<b>314</b>	273
Total Cash Cost (\$/oz) <sup>2,3,4</sup>	307	345	<b>359</b>	277	<b>335</b>	275
<b>Tanjianshan Mine, China</b>						
Ounces Sold	18,947	38,261	<b>28,847</b>	29,344	<b>86,055</b>	62,560
Ounces Produced	25,423	28,884	<b>28,847</b>	31,016	<b>83,154</b>	67,837
Tonnes Milled	249,738	271,749	<b>283,598</b>	257,730	<b>805,085</b>	717,670
Grade (grams / tonne)	4.01	4.38	<b>3.84</b>	5.73	<b>4.07</b>	5.14
Cash Operating Cost (\$/oz) <sup>3,4</sup>	420	387	<b>391</b>	336	<b>396</b>	361
Total Cash Cost (\$/oz) <sup>2,3,4</sup>	517	483	<b>493</b>	417	<b>494</b>	444
<b>Jinfeng Mine, China</b>						
Ounces Sold	49,674	48,623	<b>45,447</b>	-	<b>143,744</b>	-
Ounces Produced	45,615	52,659	<b>46,116</b>	-	<b>144,390</b>	-
Tonnes Milled	389,851	392,211	<b>387,427</b>	-	<b>1,169,489</b>	-
Grade (grams / tonne)	4.23	4.51	<b>4.42</b>	-	<b>4.39</b>	-
Cash Operating Cost (\$/oz) <sup>3,4</sup>	422	381	<b>425</b>	-	<b>409</b>	-
Total Cash Cost (\$/oz) <sup>2,3,4</sup>	462	423	<b>473</b>	-	<b>452</b>	-
<b>White Mountain Mine, China</b>						
Ounces Sold	10,851	16,745	<b>14,248</b>	-	<b>41,844</b>	-
Ounces Produced	11,650	15,946	<b>14,248</b>	-	<b>41,844</b>	-
Tonnes Milled	130,643	167,981	<b>154,125</b>	-	<b>452,749</b>	-
Grade (grams / tonne)	4.09	3.78	<b>4.01</b>	-	<b>3.95</b>	-
Cash Operating Cost (\$/oz) <sup>3,4</sup>	550	442	<b>477</b>	-	<b>482</b>	-
Total Cash Cost (\$/oz) <sup>2,3,4</sup>	589	474	<b>507</b>	-	<b>515</b>	-

<sup>1</sup> Cost figures calculated in accordance with the Gold Institute Standard.

<sup>2</sup> Cash Operating Costs, plus royalties and the cost of off-site administration.

<sup>3</sup> Cash operating costs and total cash costs are non-GAAP measures. See the section "[Non-GAAP Measures](#)" of this Review.

<sup>4</sup> Cash operating costs and total cash costs have been recalculated for prior quarters based on ounces sold.

# Eldorado Gold Corporation

## Unaudited Consolidated Balance Sheets

(Expressed in thousands of U.S. dollars)

	September 30, 2010	December 31, 2009
<b>Assets</b>	\$	\$
Current assets		
Cash and cash equivalents	339,403	265,369
Restricted cash (note 4)	52,221	50,000
Marketable securities	1,564	13,951
Accounts receivable and other	35,490	26,434
Inventories	130,257	129,197
Future income taxes	2,703	-
	561,638	484,951
Inventories	40,280	31,534
Investment in significantly influenced company	5,130	-
Restricted assets and other	28,211	13,872
Mining interests	2,794,125	2,580,816
Goodwill	323,294	324,935
	<u>3,752,678</u>	<u>3,436,108</u>
<b>Liabilities</b>		
Current liabilities		
Accounts payable and accrued liabilities	139,453	157,250
Debt - current (note 6)	89,909	56,499
Future income taxes	2,313	4,264
	231,675	218,013
Debt - long-term (note 6)	97,247	134,533
Asset retirement obligations	28,273	26,566
Future income taxes	442,131	390,242
	<u>799,326</u>	<u>769,354</u>
<b>Non-controlling interest</b>	36,808	26,144
<b>Shareholders* equity</b>		

Share capital (note 7(b))	2,810,109	2,671,634
Contributed surplus	21,317	17,865
Accumulated other comprehensive income (note 7(c))	465	2,227
Retained earnings (deficit)	84,653	(51,116)
	<u>2,916,544</u>	<u>2,640,610</u>
	<u>3,752,678</u>	<u>3,436,108</u>

**Approved on behalf of the Board of Directors**

*(Signed) Robert R. Gilmore*    *Director*

*(Signed) Paul N. Wright*    *Director*

See accompanying notes to the consolidated financial statements.

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# Eldorado Gold Corporation

## Unaudited Consolidated Statements of Operations For the periods ended September 30,

(Expressed in thousands of U.S. dollars except per share amounts)

	<u>Three months ended</u>		<u>Nine months ended</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
	\$	\$	\$	\$
<b>Revenue</b>				
Gold sales	190,305	81,608	578,227	213,961
<b>Expenses</b>				
Operating costs	69,095	28,109	208,271	75,053
Depletion, depreciation and amortization	27,232	9,017	79,978	20,015
General and administrative	10,771	7,442	39,803	24,101
Exploration	5,021	3,182	11,573	8,618
Mine standby costs	22	881	1,335	1,817
Asset retirement obligation costs	511	65	1,535	196
Foreign exchange loss (gain)	13,360	(442)	8,327	(1,569)
	<u>126,012</u>	<u>48,254</u>	<u>350,822</u>	<u>128,231</u>
(Gain) loss on disposal of assets	(250)	119	(1,735)	(1,344)
Gain on marketable securities	(4,489)	(1,168)	(5,347)	(1,287)
Interest expense and financing costs	1,992	77	6,261	235
Interest and other income	(8,970)	(996)	(10,654)	(1,583)
	<u>114,295</u>	<u>46,286</u>	<u>339,347</u>	<u>124,252</u>
<b>Income before income taxes and non-controlling interest</b>	<u>76,010</u>	<u>35,322</u>	<u>238,880</u>	<u>89,709</u>
<b>Income tax (expense) recovery</b>				
Current	(21,652)	(13,812)	(69,591)	(27,465)
Future	(459)	8,873	4,788	8,115
	<u>(22,111)</u>	<u>(4,939)</u>	<u>(64,803)</u>	<u>(19,350)</u>
<b>Non-controlling interest</b>	<u>(5,126)</u>	<u>(229)</u>	<u>(11,951)</u>	<u>(1,244)</u>
<b>Net income for the period</b>	<u>48,773</u>	<u>30,154</u>	<u>162,126</u>	<u>69,115</u>
<b>Retained earning (deficit), beginning of period</b>	1,729	(140,459)	(51,116)	(153,520)
<b>Retained earning (deficit), end of period</b>	<u>50,502</u>	<u>(110,305)</u>	<u>111,010</u>	<u>(84,405)</u>
<b>Weighted average number of shares outstanding</b>				
Basic	546,039	391,583	541,164	377,601
Diluted	547,731	392,328	543,041	378,821
<b>Earnings per share</b>				
Basic income per share - US\$	0.09	0.08	0.30	0.18
Diluted income per share - US\$	0.09	0.08	0.30	0.18

See accompanying notes to the consolidated financial statements.

# Eldorado Gold Corporation

## Unaudited Consolidated Statements of Cash Flows For the periods ended September 30,

(Expressed in thousands of U.S. dollars, unless otherwise stated)

	Three months ended		Nine months ended	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Cash flows generated from (used in):</b>				
<b>Operating activities</b>				
Net income for the period	48,773	30,154	162,126	69,115
Items not affecting cash				
Asset retirement obligations costs	511	65	1,535	196
Depletion, depreciation and amortization	27,232	9,017	79,978	20,015
Unrealized foreign exchange loss	14,702	2,050	9,661	1,624
Future income taxes expense (recovery)	459	(8,873)	(4,788)	(8,115)
(Gain) loss on disposal of assets	(250)	119	(1,735)	(1,344)
(Gain) loss on marketable securities	(4,489)	(1,168)	(5,347)	(1,287)
Stock-based compensation (note 8(b))	3,282	1,867	13,874	7,668
Pension expense (note 5)	622	442	1,867	1,245
Non-controlling interest	5,126	229	11,951	1,244
	95,968	33,902	269,122	90,361
Bonus cash award units payments (note 8(c))	-	-	-	(2,543)
Changes in non-cash working capital (note 9)	(14,433)	(6,317)	(46,700)	2,341
	81,535	27,585	222,422	90,159
<b>Investing activities</b>				
Acquisition of Brazauro, net (note 3(a))	(5,565)	-	(5,565)	-
Mining interests				
Capital expenditures	(54,844)	(24,151)	(152,476)	(63,003)
Proceeds on sales and disposals	2,843	-	23,191	35
Marketable securities disposals				
Purchases	(5,698)	(646)	(5,698)	(646)
Proceeds on sales and disposals	13,144	5,766	13,836	42,154
Equity investment purchase	-	-	(5,375)	-
Pension plan contributions	-	-	-	(1,856)
Restricted cash	-	-	(2,221)	-
Restricted assets and other	(9,880)	4,893	(12,363)	1,888
	(60,000)	(14,138)	(146,671)	(21,428)
<b>Financing activities</b>				
Capital stock				
Issuance of common shares for cash (note 7(b))	5,087	5,366	32,370	18,969
Dividend paid to non-controlling interest	-	-	(1,286)	-
Dividend paid to shareholders	-	-	(26,357)	-
Long-term and current debt				
Proceeds	9,501	-	59,044	4,982
Repayments	(3,703)	(4,982)	(65,488)	(4,982)
	10,885	384	(1,717)	18,969
<b>Net increase in cash and cash equivalents</b>	32,420	13,831	74,034	87,700
<b>Cash and cash equivalents - beginning of period</b>	306,983	135,720	265,369	61,851
<b>Cash and cash equivalents - end of period</b>	339,403	149,551	339,403	149,551

**Supplementary cash flow information** (note 9)

See accompanying notes to the consolidated financial statements.

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# Eldorado Gold Corporation

## Unaudited Consolidated Statements of Shareholders' Equity For the periods ended September 30,

(Expressed in thousands of U.S. dollars, unless otherwise stated)

	Three months ended		Nine months ended	
	2010	2009	2010	2009
	\$	\$	\$	\$
<b>Share capital</b>				
Balance beginning of period	2,708,322	951,255	2,671,634	931,933
Shares issued upon exercise of share options, for cash	5,087	5,366	32,370	18,969
Estimated fair value of share options exercised	1,582	2,037	10,987	7,756
Share issued in consideration for interests acquired	95,118	263,293	95,118	263,293
Balance at the end of the period	<u>2,810,109</u>	<u>1,221,951</u>	<u>2,810,109</u>	<u>1,221,951</u>
<b>Contributed surplus</b>				
Balance beginning of period	19,052	18,901	17,865	19,378
Non-cash stock-based compensation	3,282	1,867	13,874	7,109
Non-cash stock-based compensation on Brazauro warrants & options converted	565	-	565	-
Options exercised, credited to share capital	(1,582)	(2,037)	(10,987)	(7,756)
Balance at the end of the period	<u>21,317</u>	<u>18,731</u>	<u>21,317</u>	<u>18,731</u>
<b>Retained earnings (deficit)</b>				
Balance beginning of period	35,880	(114,559)	(51,116)	(153,520)
Dividends paid	-	-	(26,357)	-
Net income for the period	48,773	30,154	162,126	69,115
Balance at the end of the period	<u>84,653</u>	<u>(84,405)</u>	<u>84,653</u>	<u>(84,405)</u>
<b>Accumulated other comprehensive income (loss)</b>				
Balance beginning of period	12,391	519	2,227	(5,971)
Other comprehensive (loss) income	(11,926)	73,582	(1,762)	80,072
Balance at the end of the period	<u>465</u>	<u>74,101</u>	<u>465</u>	<u>74,101</u>
<b>Total shareholders' equity</b>	<u>2,916,544</u>	<u>1,230,378</u>	<u>2,916,544</u>	<u>1,230,378</u>

See accompanying notes to the consolidated financial statements.

# Eldorado Gold Corporation

## Unaudited Consolidated Statements of Comprehensive Income For the periods ended September 30,

(Expressed in thousands of U.S. dollars, unless otherwise stated)

	<u>Three months ended</u>		<u>Nine months ended</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
	\$	\$	\$	\$
Net earnings for the period ended September 30,	48,773	30,154	162,126	69,115
Other comprehensive income				
Unrealized gains on available-for-sale investments	1,134	83,049	12,788	88,608
Future income taxes on changes in available-for-sale investments	1,475	(9,984)	(15)	(10,253)
Reversal of unrealized gains on available-for-sale investment on acquisition of subsidiary (note 3 (a))	(11,424)	-	(11,424)	-
Realized (gains) losses on available-for-sale investments transferred to net income	(3,111)	517	(3,111)	1,717
Other comprehensive (loss) income	(11,926)	73,582	(1,762)	80,072
Comprehensive income for the period ended September 30,	<u>36,847</u>	<u>103,736</u>	<u>160,364</u>	<u>149,187</u>

See accompanying notes to the consolidated financial statements.



# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements

September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 1. Nature of operations

Eldorado Gold Corporation (“Eldorado” or the “Company”) is a gold exploration, development, mining and production company. The Company has ongoing exploration and development projects in Turkey, China, Greece and Brazil. The Company acquired control of Sino Gold Mining Ltd. (“Sino Gold”) in December 2009, along with its two producing mines, Jinfeng and White Mountain, as well as the Eastern Dragon development project. It also completed the acquisition of Brazauro Resources Corporation (“Brazauro”) in July 2010 whose main asset is the Tocantinzinho exploration and development project in Tapajós, Brazil.

These unaudited interim consolidated financial statements were prepared by Eldorado in accordance with Canadian generally accepted accounting principles (“Canadian GAAP”) consistent with those used to prepare Eldorado’s audited consolidated financial statements for the year ended December 31, 2009 except for the new long-term investment policy described in note 2(a). As these unaudited interim consolidated financial statements do not contain all of the disclosures required by Canadian GAAP for annual financial statements, they should be read in conjunction with the notes to the Company’s audited consolidated financial statements for the year ended December 31, 2009.

In the opinion of management, Eldorado has made all adjustments necessary to present fairly the Company’s consolidated financial position as at September 30, 2010 and the consolidated results of operations, comprehensive income and cash flows for the three- and nine-month periods ended September 30, 2010 and 2009.

Certain comparative figures have been reclassified to conform to the current period’s presentation.

## 2. Changes in accounting policies and new accounting developments

### (a) Changes in accounting policies

During the three-month period ended June 30, 2010, the Company adopted an accounting policy for long-term investments. Investments in significantly influenced companies are accounted for using the equity method. Under the equity method, the original cost of the shares is adjusted for the Company’s share of post-acquisition earnings or losses less dividends.

### (b) New accounting developments

#### *Business Combinations (Section 1582)*

In January 2009, the CICA issued Section 1582, *Business Combinations*, which requires that all assets and liabilities of an acquired business be recorded at fair value at acquisition. Obligations for contingent considerations and contingencies will also be recorded at fair value at the acquisition date. The standard also states that acquisition-related costs will be expensed as incurred and that restructuring charges will be expensed in the periods after the acquisition date. The Section applies prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period on or after January 1, 2011. Earlier application is permitted. If an entity applies this Section before January 1, 2011, it shall also adopt CICA Sections 1601 and 1602. The Company has not yet adopted this standard.

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 2. Changes in accounting policies and new accounting developments *(continued)*

### *Consolidations (Section 1601) and Non-Controlling Interest (Section 1602)*

In January 2009, the CICA issued Section 1601, *Consolidations*, and Section 1602, *Non-Controlling Interests*. Section 1601 establishes standards for preparing consolidated financial statements and Section 1602 establishes standards for accounting for a non-controlling interest in a subsidiary in consolidated financial statements subsequent to a business combination. These standards apply to interim and annual consolidated financial statements relating to fiscal years beginning on or after January 1, 2011. Earlier adoption is permitted as of the beginning of a fiscal year. An entity adopting these sections for a fiscal year beginning before January 1, 2011 also must adopt CICA Section 1582. The Company has not yet adopted these standards.

### *International Financial Reporting Standards*

Canadian public companies will be required to prepare their financial statements in accordance with IFRS, as issued by the International Accounting Standards Board, for financial years beginning on or after January 1, 2011. Effective January 1, 2011, the Company will adopt IFRS as the basis for preparing its consolidated financial statements. The Company will issue its financial results for the quarter ended March 31, 2011 prepared on an IFRS basis and provide comparative data on an IFRS basis as required.

## 3. Acquisitions

### (a) *Brazauro*

Eldorado completed the acquisition of all of the issued and outstanding common shares of Brazauro that it did not already own on July 20, 2010. As a result, Eldorado acquired a 100% interest in the Tocantinzinho exploration and development project in Tapajós, Brazil as well as the option agreements on two early-stage exploration projects, Piranhas and Água Branca, also located in the Tapajós district of Brazil.

Under the terms of the arrangement, former Brazauro shareholders received 0.0675 of an Eldorado common share for each Brazauro share held, as well as 1/3 of a share of TriStar Gold Inc. ("TriStar"), a new exploration company that Eldorado agreed to fund with C\$10 million. TriStar holds certain exploration properties owned by Brazauro prior to the arrangement.

The Company issued 5,993,898 common shares and paid the C\$10 million in connection with this transaction. Eldorado incurred acquisition costs of \$3,364.

As at the date of the transaction, Eldorado held 14,326,000 common shares of Brazauro with a total cost of \$7,071, net of the reversal of the unrealized gain of \$11,424 included in other comprehensive income at the date of the acquisition.

This transaction has been accounted for as an acquisition of assets and liabilities because Brazauro was in the development stage. These consolidated financial statements include 100% of Brazauro results from July 20, 2010 to September 30, 2010.

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 3. Acquisitions (continued)

The allocation of the purchase price to the assets and liabilities of Brazauro is as follows:

Purchase price:	\$
Share consideration	95,118
Brazauro warrants & options converted	565
Brazauro warrants previously held	294
Cash consideration	9,479
Cost of shares previously acquired	7,071
Transaction costs	3,364
Total purchase price	<u>115,891</u>
Fair value of net assets acquired:	
Cash	7,278
Accounts receivables and other	73
Mining interests	155,740
Liabilities	(560)
Future income taxes payable	(46,640)
	<u>115,891</u>

Eldorado paid net cash of \$5,565 as a result of the Brazauro transaction. This net reduction of cash was a result of an acquired cash balance of \$7,278 less cash consideration of \$9,479 and transaction costs of \$3,364.

### (b) Sino Gold

On December 15, 2009, Eldorado acquired all of the outstanding Sino Gold Securities not previously held by the Company. A preliminary allocation of the purchase price was disclosed in our December 31, 2009 Consolidated Financial Statements.

As of September 30, 2010 there have been no changes to the preliminary allocation except for a reduction of \$1,641 to goodwill related to an adjustment to the future income tax liability. The purchase price allocation will be completed in the fourth quarter of 2010.

## 4. Restricted cash

Restricted cash represents short-term interest-bearing money market securities and funds held on deposit as collateral. The Company had the following restricted cash:

	September 30, 2010	December 31, 2009
	\$	\$
Collateral account against Eastern Dragon CMB Standby letter of credit loan	52,221	-
Collateral account against Eastern Dragon CCB loan	-	50,000
Total	<u>52,221</u>	<u>50,000</u>

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 5. Defined benefit plans expense

	<u>Three months ended</u>		<u>Nine months ended</u>	
	<u>September 30,</u> <u>2010</u>	<u>2009</u>	<u>September 30,</u> <u>2010</u>	<u>2009</u>
	\$	\$	\$	\$
Pension plan expense	50	31	150	87
SERP expense *	572	411	1,717	1,158
Total	<u>622</u>	<u>442</u>	<u>1,867</u>	<u>1,245</u>

\* Non-registered supplemental executive retirement plan

## 6. Debt

Significant changes in our debt from that disclosed in the December 31, 2009 annual consolidated financial statements are as follows:

### (a) *HSBC revolving loan facility*

In May 2010, Heihe Rock Mining Industry Development Company Limited (“Eastern Dragon”), our 95% owned subsidiary, entered into a RMB 80.0 million (\$11,938) revolving facility (“the Facility”) with HSBC Bank (China). The Facility can be drawn down in minimum tranches of RMB 1.0 million (\$149) or its multiples. Each drawdown bears interest fixed at the prevailing lending rate stipulated by the People’s Bank of China on the date of drawdown. The Facility has a term of up to one year and matures on April 30, 2011.

The facility is secured by a letter of Guarantee issued by Eldorado. Eldorado must maintain at all times a security coverage ratio of 110% of the amounts drawn down. As at September 30, 2010, the security coverage is \$3,600.

As at September 30, 2010, RMB 21.9 million (\$3,273) had been drawn under the Facility.

### (b) *Jinfeng construction loan*

In 2009, Guizhou Jinfeng Mining Ltd. (“Jinfeng”), our 82% owned subsidiary acquired as part of the Sino Gold acquisition, entered into a RMB 680.0 million (\$101,476) construction loan facility (“the construction loan”) with China Construction Bank (“CCB”).

The construction loan has a term of 6 years commencing from February 27, 2009 and is subject to a floating interest rate adjusted annually at 95% of the prevailing lending rate stipulated by the People’s Bank of China for similar loans.

In June 2010, Jinfeng pre-paid RMB 50.0 million (\$7,461) on the outstanding balance of this loan, leaving a balance owing of RMB 630 million (\$94,015) at September 30, 2010.

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements

September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 6. Debt (continued)

### (c) *Jinfeng working capital loan*

In 2009, Jinfeng entered into a RMB 85.0 million (\$12,684) working capital loan (“the working capital loan”) with CCB.

The working capital loan has a term of 3 years and is due on August 17, 2012. This loan is subject to a floating interest rate adjusted annually at 95% of the prevailing lending rate stipulated by the People’s Bank of China for similar loans.

In June 2010, Jinfeng pre-paid RMB 50.0 million (\$7,461) on the outstanding balance of this loan, leaving a balance owing of RMB 35 million (\$5,223) at September 30, 2010.

### (d) *White Mountain working capital loan*

In July 2010, Sino Gold Jilin BMZ Mining Limited (“White Mountain”), our 95% owned subsidiary, entered into a RMB 50.0 million (\$7,461) working capital loan (“working capital loan”) with China Merchants Bank Co (“CMB”).

Each drawdown bears interest at the prevailing lending rate stipulated by the People’s Bank of China on the date of drawdown adjusted quarterly. The working capital loan has a term of one year and can be extended, subject to CMB’s approval

The working capital loan is secured by a letter of Guarantee issued by Eldorado.

As at September 30, 2010, RMB 50.0 million (\$7,461) had been drawn under the working capital loan.

### (e) *White Mountain project loan*

In 2008, Sino Gold Jilin BMZ Mining Limited (White Mountain”), our 95% owned subsidiary acquired as part of the Sino Gold acquisition, entered into a project loan (“project loan”) with CCB. The project loan has two components:

- i. A fixed asset loan of RMB 190.1 million (\$28,368) with final payment due on September 2013; and
- ii. a working capital loan of RMB 40.9 million (\$6,103) due in November 2010.

The interest rate on the project loan is the prevailing lending rate stipulated by the People’s Bank of China, adjusted annually for the fixed asset loan and twice a year for the working capital loan.

The project loan is secured by a Sino Gold corporate guarantee and the project’s fixed assets with a value above \$100.

In September 2010, White Mountain paid RMB 24.8 million (\$3,703) on the fixed asset loan, leaving a balance owing of RMB 165.3 million (\$24,665) at September 30, 2010.

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 7. Shareholders' equity

### (a) Authorized share capital

The Company's authorized share capital consists of an unlimited number of voting common shares without par value and an unlimited number of non-voting common shares without par value. At September 30, 2010 there were no non-voting common shares outstanding.

### (b) Issued and outstanding share capital

Voting common shares	Number of shares	Amount \$
<b>Balance, December 31, 2009</b>	537,136,235	2,671,634
Shares issued upon exercise of share options, for cash	4,543,162	32,370
Shares issued in consideration for Brazauro (note 3(a))	5,993,898	95,118
Estimated fair value of share options exercised	-	10,987
<b>Balance, September 30, 2010</b>	<u>547,673,295</u>	<u>2,810,019</u>

### (c) Accumulated other comprehensive income (loss)

Accumulated other comprehensive income includes the following:

	Nine months ended September 30, 2010 \$	Year ended December 31, 2009 \$
Balance, beginning of period	2,227	(5,971)
Unrealized gains on available-for-sale investments	12,788	129,418
Reversal on acquisition of subsidiary	(11,424)	(122,617)
Realized (gains) losses on sale of available-for-sale investment transferred to net income	(3,111)	1,717
Future income tax on changes in available-for-sale investments	(15)	(320)
Balance, end of period	<u>465</u>	<u>2,227</u>

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 8. Stock-based compensation

### (a) Share option plans

The continuity of share purchase options outstanding is as follows:

	Weighted average exercise price Cdn\$	Number of options	Contractual weighted average remaining life (years)
Balance, December 31, 2009	6.11	8,928,901	3.3
Granted	13.28	5,424,842	
Exercised	7.42	(4,543,162)	
Forfeited	11.25	(403,668)	
Balance, September 30, 2010	9.40	<u>9,406,913</u>	3.5

At September 30, 2010, 4,050,508 share purchase options (December 31, 2009 – 5,528,557) with a weighted average exercise price of Cdn\$8.34 (December 31, 2009 – Cdn\$6.16) had vested and were exercisable.

Options outstanding at September 30, 2010 are as follows:

Range of exercise price Cdn\$	Total options outstanding			Exercisable options	
	Shares	Weighted average remaining contractual life (years)	Weighted average exercise price Cdn\$	Shares	Weighted average exercise price Cdn\$
\$4.00 to \$4.99	2,921,458	3.1	4.88	1,067,458	4.88
\$5.00 to \$5.99	97,500	1.9	5.26	92,500	5.28
\$6.00 to \$6.99	866,000	2.4	6.44	866,000	6.44
\$7.00 to \$7.99	613,400	1.8	7.25	613,400	7.25
\$8.00 to \$8.99	8,437	4.9	8.15	8,437	8.15
\$9.00 to \$9.99	428,200	3.5	9.62	262,199	9.70
\$11.00 to \$11.99	34,050	3.7	11.37	24,050	11.35
\$12.00 to \$12.99	457,750	4.4	12.75	151,083	12.74
\$13.00 to \$13.99	3,770,512	4.3	13.23	762,179	13.23
\$15.00 to \$15.99	200,000	2.1	15.53	200,000	15.53
\$20.00 to \$20.99	<u>9,606</u>	4.9	20.02	<u>3,202</u>	20.02
	<u>9,406,913</u>	3.5	9.40	<u>4,050,508</u>	8.34

# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

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(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 8. Stock-based compensation (continued)

### (b) Stock-based compensation expense

Stock-based compensation expense incurred to September 30, 2010 has been included in the undernoted expenses in the Consolidated Statements of Operations as follows:

	Three months ended		Nine months ended	
	September 30, 2010	2009	September 30, 2010	2009
	\$	\$	\$	\$
Operating costs	838	367	3,984	1,545
Exploration	144	220	560	795
General and administrative	2,300	1,280	9,330	4,769
	<u>3,282</u>	<u>1,867</u>	<u>13,874</u>	<u>7,109</u>

The assumptions used to estimate the fair value of Options granted were:

	September 30, 2010	December 31, 2009
Risk-free interest rate (range)	1.69% – 1.99%	1.40% – 2.11%
Expected volatility (range)	47% – 73%	64% – 76%
Expected life (range)	0.8 - 2.8 years	1.5 - 3.8 years
Expected dividends	Nil	Nil
Weighted average fair value per stock option (CAD\$)	\$ 4.12	\$ 4.80

### (c) Bonus Cash Award Units plan

As of September 30, 2010 all Bonus Cash Award Units awarded by the Company were exercised. The Company paid \$2,543 in bonus cash award units in the six months ended June 30, 2009. The related cost in the amount of \$559 was included in general and administrative expense in the Consolidated Statements of Operations for the same period.

### (d) Deferred Share Units plan

On July 15, 2010 the Company adopted the Independent Directors Deferred Share Unit (“DSU”) Plan under which DSU’s will be granted by the Board from time to time to independent directors (“participants”). The performance period of each DSU commences on the Grant Date and expires on the Termination Date of the participant. On redemption each unit entitles the participant to receive a cash payment equal to the market value of the Company’s shares on the date of redemption. At September 30, 2010, 29,970 DSU’s were outstanding with a value of \$554.

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# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements  
September 30, 2010

(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 9. Supplementary cash flow information

	Three months ended		Nine months ended	
	September 30, 2010	2009	September 30, 2010	2009
	\$	\$	\$	\$
Changes in non-cash working capital				
Accounts receivable and other	(8,477)	(2,526)	(10,813)	16,002
Inventories	(5,807)	(10,595)	(7,596)	(22,672)
Accounts payable and accrued liabilities	(149)	6,804	(28,291)	9,011
	<u>(14,433)</u>	<u>(6,317)</u>	<u>(46,700)</u>	<u>2,341</u>
Supplementary cash flow information				
Income taxes paid	15,944	12,667	49,729	25,529
Interest paid	2,542	89	7,835	211
Non-cash investing and financing activities				
Shares, options and warrants issued on acquisition of Brazauro	95,683	-	95,683	-
Increase in mineral interest financed by accounts payable	-	750	-	750

## 10. Segmented information

During the period ended September 30, 2010, Eldorado had five reporting segments. The Brazil reporting segment includes the development activities of Vila Nova, Tocantinzinho and exploration activities in Brazil. The Turkey reporting segment includes the operations of the Kişladağ mine, development activities of the Efemçukuru development project and exploration activities in Turkey. The China reporting segment includes the operations of the Tanjianshan mine, Jinfeng mine, White Mountain mine, the Eastern Dragon development project and exploration activities in China. The Greece reporting segment includes development activities on the Perama Hill development project. The Other reporting segment includes the operations of the Company's corporate office and exploration activities in other countries.

	September 30, 2010					Total
	Turkey	China	Brazil	Greece	Other	
	\$	\$	\$	\$	\$	\$
Net mining interests						
Producing properties	228,144	1,234,145	-	-	-	1,462,289
Properties under development	148,098	735,944	175,153	211,102	-	1,270,297
Iron ore property	-	-	46,236	-	-	46,236
Other mining interests	12,013	-	245	-	3,045	15,303
	<u>388,255</u>	<u>1,970,089</u>	<u>221,634</u>	<u>211,102</u>	<u>3,045</u>	<u>2,794,125</u>
Goodwill	-	323,294	-	-	-	323,294

# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements

September 30, 2010

(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 10. Segmented information (continued)

	December 31, 2009					Total \$
	Turkey \$	China \$	Brazil \$	Greece \$	Other \$	
Net mining interests						
Producing properties	196,066	1,261,367	-	-	-	1,457,433
Properties under development	96,275	745,187	-	209,408	-	1,050,870
Iron ore property	-	-	47,212	-	-	47,212
Other mining interests	7,214	-	15,544	-	2,543	25,301
	<u>299,555</u>	<u>2,006,554</u>	<u>62,756</u>	<u>209,408</u>	<u>2,543</u>	<u>2,580,816</u>
Goodwill	-	324,935	-	-	-	324,935

## Operations

### For the three months ended September 30, 2010

	Turkey	China	Brazil	Greece	Other	Total
	\$	\$	\$	\$	\$	\$
Revenue						
Gold sales	81,432	108,873	-	-	-	190,305
	<u>81,432</u>	<u>108,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>190,305</u>
Expenses (income) except the undernoted	18,291	52,575	2,368	3,365	5,671	82,270
Depletion, depreciation and amortization	3,482	23,395	12	-	343	27,232
Exploration	2,290	447	1,373	-	911	5,021
Mine standby costs	-	-	22	-	-	22
Gain on disposal of assets	-	(103)	(146)	-	(1)	(250)
	<u>18,291</u>	<u>52,575</u>	<u>2,368</u>	<u>3,365</u>	<u>5,671</u>	<u>82,270</u>
Income (loss) before tax	57,369	32,559	(3,629)	(3,365)	(6,924)	76,010
Income tax (expense) recovery	(9,731)	(10,584)	-	-	(1,796)	(22,111)
Non-controlling interest	-	(5,126)	-	-	-	(5,126)
	<u>47,638</u>	<u>16,849</u>	<u>(3,629)</u>	<u>(3,365)</u>	<u>(8,720)</u>	<u>48,773</u>

# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements

September 30, 2010

(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 10. Segmented information (continued)

### For the three months ended September 30, 2009

	Turkey	China	Brazil	Greece	Other	Total
	\$	\$	\$	\$	\$	\$
Revenue						
Gold sales	53,606	28,002	-	-	-	81,608
Expenses (income) except the undernoted	17,057	12,966	79	1,649	1,336	33,087
Depletion, depreciation and amortization	2,738	6,041	14	-	224	9,017
Exploration	1,488	230	597	-	867	3,182
Mine standby costs	-	-	881	-	-	881
Gain on disposal of asset	11	-	-	-	108	119
Income (loss) before tax	32,312	8,765	(1,571)	(1,649)	(2,535)	35,322
Income tax (expense) recovery	(6,182)	(8,744)	-	-	9,987	(4,939)
Non-controlling interest	-	(229)	-	-	-	(229)
Net income (loss)	26,130	(208)	(1,571)	(1,649)	7,452	30,154

### For the nine months ended September 30, 2010

	Turkey	China	Brazil	Greece	Other	Total
	\$	\$	\$	\$	\$	\$
Revenue						
Gold sales	256,988	321,239	-	-	-	578,227
Expenses (income) except the undernoted	70,219	149,510	2,611	(1,853)	27,709	248,196
Depletion, depreciation and amortization	11,484	67,497	45	-	952	79,978
Exploration	4,885	1,623	2,691	-	2,374	11,573
Mine standby costs	-	-	1,335	-	-	1,335
Gain on disposal of assets	-	(1,526)	(206)	-	(3)	(1,735)
Income (loss) before tax	170,400	104,135	(6,476)	1,853	(31,032)	238,880
Income tax (expense) recovery	(34,156)	(30,318)	-	-	(329)	(64,803)
Non-controlling interest	-	(11,951)	-	-	-	(11,951)
Net income (loss)	136,244	61,866	(6,476)	1,853	(31,361)	162,126

# Eldorado Gold Corporation

Notes to the Unaudited Interim Consolidated Financial Statements

September 30, 2010

(Expressed in thousands of U.S. dollars, unless otherwise stated)

## 10. Segmented information (continued)

For the nine months ended September 30, 2009

	Turkey	China	Brazil	Greece	Other	Total
	\$	\$	\$	\$	\$	\$
Revenue						
Gold sales	155,212	58,749	-	-	-	213,961
Expenses (income) except the undernoted	48,963	29,100	168	1,411	15,504	95,146
Depletion, depreciation and amortization	8,022	11,323	58	-	612	20,015
Exploration	4,337	837	1,396	-	2,048	8,618
Mine standby costs	-	-	1,817	-	-	1,817
Gain on disposal of asset	11	-	-	-	(1,355)	(1,344)
Income (loss) before tax	93,879	17,489	(3,439)	(1,411)	(16,809)	89,709
Income tax (expense) recovery	(19,808)	(9,764)	-	-	10,222	(19,350)
Non-controlling interest	-	(1,244)	-	-	-	(1,244)
Net income (loss)	74,071	6,481	(3,439)	(1,411)	(6,587)	69,115