

Idorado Gold Corporation

Consolidated Balance Sheets

Expressed in thousands of U.S. dollars

	March 2000 (unaudited)	March 1999 (unaudited)	December 31 1999
ASSETS			
Current Assets			
Cash	\$ 2,552	\$ 3,977	\$ 3,253
Restricted cash (Note 1)	6,035	-	3,269
Accounts receivable	3,919	3,852	3,095
Inventories	6,512	5,521	6,669
	<u>19,018</u>	<u>13,350</u>	<u>16,286</u>
Line property, plant and equipment	80,188	86,532	81,976
Mineral properties and deferred development	27,933	26,390	27,685
Investments and advances	345	406	325
Deferred taxes recoverable	1,348	-	1,513
Other assets and deferred charges	1,799	3,128	1,877
	<u>\$ 130,631</u>	<u>\$ 129,806</u>	<u>\$ 129,662</u>
LIABILITIES			
Current Liabilities			
Accounts payable and accrued liabilities	\$ 8,179	\$ 12,495	\$ 11,065
Current portion of long term debt	7,499	467	6,732
	<u>15,678</u>	<u>12,962</u>	<u>17,797</u>
Provision for reclamation costs	5,526	5,726	5,399
Deferred gain	10,820	9,587	12,401
Deferred taxes payable	211	219	228
Convertible debentures	2,816	3,299	2,941
Long term debt (Note 1)	22,611	36,097	24,613
	<u>57,662</u>	<u>67,890</u>	<u>63,379</u>
SHAREHOLDERS' EQUITY			
Share capital	310,547	304,407	304,865
Equity portion of convertible debentures	6,334	5,851	6,209
Deficit	(243,912)	(248,342)	(244,791)
	<u>72,969</u>	<u>61,916</u>	<u>66,283</u>
	<u>\$ 130,631</u>	<u>\$ 129,806</u>	<u>\$ 129,662</u>

Approved by the Board

Paul N. Wright"

Director

"Geoffrey Harden"

Director

Eldorado Gold Corporation

Consolidated Statements of Operations and Earnings

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

	Three months ended March 31	
	2000 (unaudited)	1999 (unaudited)
Revenue		
Gold sales	\$ 14,584	\$ 14,847
Interest and other income	121	211
	<u>14,705</u>	<u>15,058</u>
Expenses		
Operating costs	8,962	8,507
Depletion, depreciation and amortization	3,027	3,152
General and administrative	692	703
Exploration expense	78	72
Interest and financing costs	725	769
Reclamation	147	213
Foreign exchange (gain)	(161)	(145)
	<u>13,470</u>	<u>13,271</u>
Profit before the undernoted items	<u>1,235</u>	<u>1,787</u>
Reorganization and closure costs	-	(128)
Profit before income taxes	1,235	1,659
Taxes		
Current	(66)	(189)
Deferred	(165)	-
Net income for the period	<u>\$ 1,004</u>	<u>\$ 1,470</u>
Deficit at the beginning of the period	(244,791)	(249,698)
Interest on equity portion of convertible debentures	(125)	(114)
Deficit at end of the period	<u>\$ (243,912)</u>	<u>\$ (248,342)</u>
Weighted average number of shares outstanding	<u>74,189,757</u>	<u>73,265,205</u>
Income per share - U.S.\$	<u>\$ 0.01</u>	<u>\$ 0.02</u>
Income per share - CDN.\$	<u>\$ 0.02</u>	<u>\$ 0.03</u>

Eldorado Gold Corporation

Consolidated Statements of Cash Flows Expressed in thousands of U.S. dollars

	Three months ended March 31	
	2000 (unaudited)	1999 (unaudited)
Cash flows from operating activities		
Net income for the period	\$ 1,004	\$ 1,470
Items not affecting cash		
Depletion, depreciation and amortization	3,027	3,152
Provision for reclamation costs	147	213
Amortization of deferred taxes	165	-
Interest on equity portion of convertible debentures	(125)	(114)
Amortization of hedging gain	(1,581)	-
Foreign exchange loss (gain)	(13)	557
Other	(21)	(20)
	<hr/> 2,603	<hr/> 5,258
(Increase) decrease in accounts receivable	(824)	941
Decrease (Increase) in inventories	157	40
Increase (decrease) in accounts payable and accrued liabilities	(2,902)	(2,109)
	<hr/> (966)	<hr/> 4,130
Cash flow from investing activities		
Mine property, plant and equipment	(1,143)	(2,064)
Mineral properties and deferred development	(248)	(325)
Investments and advances	(20)	-
Restricted cash	(2,766)	-
Other assets and deferred charges	(18)	(365)
	<hr/> (4,195)	<hr/> (2,754)
Cash flow from financing activities		
Long term debt	(1,235)	(12)
Issue of common shares:		
Voting - for cash	5,682	-
	<hr/> 4,447	<hr/> (12)
Foreign exchange (loss) gain on cash held in foreign currency	<hr/> 13	<hr/> (557)
Net Increase in cash and cash equivalents	(701)	807
Cash and cash equivalents at beginning of the period	<hr/> 3,253	<hr/> 3,170
Cash and cash equivalents at the end of period	<hr/> \$ 2,552	<hr/> \$ 3,977
Supplementary cash flow information		
Interest paid	\$ 850	\$ 883
Income tax paid	<hr/> \$ 1,513	<hr/> \$ -

1. Long Term Debt and Restricted Cash

	<u>First Quarter Ended March 31,</u>	
	2000	1999
Restricted cash		
Reserve Account	\$3,422	-
Liquidity Account	<u>2,613</u>	-
	\$6,035	-
Long term debt		
Corporate loan facility	\$29,000	\$35,000
Equipment purchase loan	765	1,222
Energold Mining Ltd. loan	<u>345</u>	<u>342</u>
	30,110	36,564
Current portion	<u>(7,499)</u>	<u>(467)</u>
	<u>\$22,611</u>	<u>\$36,097</u>

Restricted cash

Commencing on March 31, 1999 the Company as part of the Amended and Restated Credit Agreement with NM Rothschild & Sons Ltd. ("NM Rothschild"), signed December 31, 1998, agreed to the establishment of a reserve account in which the Company agreed to deposit cash quarterly under certain circumstances. The purpose of this account is to serve as a reserve against future payments of principal, interest and other amounts due under the Loan Agreement. As at March 31, 2000 the amount held in the reserve account was \$3,422.

Effective on March 1, 2000, in connection with the equity financing described in Note 4, the Company as part of a Second Agreement and Amendment to Amended and Restated Credit Agreement with NM Rothschild, agreed to the establishment of a liquidity account in which the Company agreed to deposit cash quarterly under certain circumstances. The purpose of this account is to serve as a reserve against future payments of principal, interest and other amounts due under the Loan Agreement. As at March 31, 2000 the amount held in the Liquidity Account was \$2,613.

Corporate loan facility

Under an amended agreement dated December 31, 1998, Eldorado and NM Rothschild entered into a credit facility of \$35,000 of which \$29,000 remains outstanding as at March 31, 2000. The loan bears interest at a floating rate set at LIBOR plus 2.00%, which was 7.878% at March 31, 2000. Drawings under this credit facility had been used to fund the ongoing expansion and optimization program at Eldorado's mines as well as for general corporate purposes. Under certain circumstances, incremental prepayments of principal may be required. The repayment schedule on the NM Rothschild corporate facility is as follows:

	April 1- Dec. 31,			
	2000	2001	2002	2003
Loan re-payment	\$ 5,000	\$ 8,000	\$ 8,000	\$ 8,000

As a condition of the NM Rothschild credit facility, the Company is required to maintain, so long as amounts are outstanding under the facility, a hedge position sufficient to cover forecasted capital,

1. Long Term Debt and Restricted Cash (continued)

operating and debt servicing requirements on a rolling basis for the shorter of either the next 36 months or six months after the scheduled maturity date of the facility. As security for this loan, Eldorado has granted NM Rothschild a general security agreement over the assets of Eldorado as well as claims over the mine assets in Brazil and Mexico and the exploration and development properties in Turkey.

2. Hedging Commitments

Gold hedging

At March 31, 2000, Eldorado's hedging program consists of the following flat forward and spot deferred gold contracts.

(\$ per ounce)	April 1- Dec. 31, 2000	2001	2002	2003
Forward gold sales contracts (ounces)	126,507	146,313	71,115	116,191
Average price (\$/oz.)	299	303	306	293
Deferred gain (\$/oz.)	31	21	27	17
Total (\$/oz.)	330	324	333	310

Note 1. Gains were realized by the liquidation of forward gold hedges in 1998 and 1999. An amount of \$1,581 has been recorded to earnings in the first quarter of 2000. The balance of \$10,820 will be credited to earnings as follows: \$3,864 April 1- Dec. 31, 2000; \$3,043 in 2001; \$1,956 in 2002; and \$1,957 in 2003.

The positions held by Eldorado are in the form of flat forward or spot deferred contracts including 271,507 ounces of flat forward contracts, which are being delivered at a rate of 10,000 ounces per month, at a price of \$310.

There are 188,619 ounces of spot deferred contracts priced in the range of \$266 to \$288. These spot deferred contracts can be rolled forward or deferred to later delivery dates if the spot price at the time of maturity is higher than the contract price. Spot deferred contracts are a forward sale that will accrue contango (interest) until the intended delivery date of the contract. The average price per ounce reflects the estimated cumulative net value of contango earned to the designated delivery dates. If contracts are rolled forward then for accounting purposes the profit or loss is recorded at the time the contract was first scheduled to be matched to production. The mark-to-market value at March 31, 2000 was \$900 at a spot price of \$276.50.

NM Rothschild currently accounts for 100% of the Company's hedge positions and is also the Company's senior secured lender. The Company would not face any margin calls unless the gold price rose above \$323 per ounce, assuming a contango of 5.10%. The Company's current view is that, provided NM Rothschild remains confident in the Company's ability to produce and deliver gold into the hedge contracts as they mature, it would be unlikely to call for margin. However, it would be NM Rothschild's contractual right to do so.

2. Hedging Commitments (continued)

Currency hedging

	<u>First Quarter Ended March 31,</u>	
	2000	1999
Brazilian Real forward purchases		
Commitments outstanding	BRL23,600,000	Nil
Average Exchange Rate (BRL/USD)	2.0022	Nil
Spot rate as at March 31, 2000	1.7369	

At March 31, 2000, Eldorado had outstanding commitments to purchase the above Brazilian Reals at fixed exchange rates for forward delivery.

3. Taxes

The Company has adopted Accounting Standard 3465- Future Income Taxes. The potential future income tax asset from the adoption of this standard is not materially different than the amount that would have been calculated using the deferred tax method under Accounting Standard 3470.

4. Financing

On January 25, 2000, the Company completed a private placement of 9,500,000 special warrants at a price of Cdn\$0.90 per special warrant to raise gross proceeds of Cdn\$8,550,000. Each special warrant may be exercised without payment of additional consideration for a unit (a "Unit") consisting of one common share of Eldorado and one half of a share purchase warrant (a "Warrant"). Each whole Warrant will entitle the holder to acquire an additional common share of Eldorado at a price of Cdn\$1.10 per common share until January 24, 2002, after which time the Warrants will expire. If a final receipt for the prospectus has not been issued by the Securities Commission by May 24, 2000 each Special Warrant will be exercisable for 1.1 Shares and 0.55 Warrants.