

Eldorado Gold Corporation: 2014 Third Quarter Financial and Operating Results

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2014 Guidance Maintained, AISC \$771/oz for the Quarter

VANCOUVER, BRITISH COLUMBIA--(Marketwired - Oct 30, 2014) - [Eldorado Gold Corp.](#) ("Eldorado" or "the Company") (TSX:ELD)(NYSE:EGO) today reported the Company's financial and operational results for the third quarter ended September 30, 2014. During the quarter, the Company generated \$263.5 million in revenues from metal sales, and adjusted net earnings of \$36.1 million (\$0.05 per share). Cash flow from operating activities for the quarter totalled \$92.2 million (\$0.13 per share).

"The Company delivered another solid quarter with all of our mines performing to plan, notable progress at development projects, and advancement of our exploration targets. Combined with our strong operational performance, Eldorado continues to have a first-rate balance sheet and we closed the quarter with total liquidity of \$937.3 million while continuing to grow our business," said Paul Wright, Chief Executive Officer of Eldorado. "We are driving our development projects forward and I would like to highlight the significant progress made this quarter at Skouries. The mill foundations were completed and the SAG and ball mill installations are now underway. Eldorado continues to successfully position itself as a leading low-cost operator of high quality assets, boding well in today's volatile markets."

Third Quarter Financial and Operational Highlights

- **Gold production of 192,578 ounces** (including Olympias production from tailings retreatment).
- Adjusted net earnings of \$36.1 million (**\$0.05 per share**). Net profit attributable to shareholders of the Company was \$19.8 million (\$0.03 per share).
- **Gold revenues were \$241.2 million** on sales of 189,321 ounces of gold at an average realized gold price of \$1,274 per ounce.
- **Liquidity of \$937.3 million**, including \$562.3 million in cash, cash equivalents and term deposits, and \$375.0 million in lines of credit.
- **All-in sustaining cash costs averaged \$771 per ounce**; cash operating costs averaged **\$488 per ounce**.
- **Significant developments at Skouries**: completion of the mill foundations; installation of the SAG and ball mills underway; rate of underground decline advancement continues to improve and construction of the tailings dam is set to begin in the fourth quarter.
- **Feasibility Study at Certej commenced** in order to optimize the expanded resource and improve the metallurgical design.
- Further **exploration success** at the White Mountain and Jinfeng operations in China, as well as at the Piavitsa project in Halkidiki, Greece.
- Appointment of **two new members to the Board of Directors**: Pamela Gibson and John Webster.

Throughout this press release we use cash operating cost per ounce, total cash costs per ounce, all-in sustaining cost per ounce, gross profit from gold mining operations, adjusted net earnings and cash flow from operating activities before changes in non-cash working capital as additional measures of Company performance. These are non IFRS measures. Please see page 11 of the MD&A for an explanation and discussion of these non IFRS measures. All dollar amounts in US \$, unless stated otherwise.

Financial Results

Summarized financial results	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Revenues (millions)	\$ 263.5	\$ 287.3	\$ 808.9	\$ 892.3
Gold revenues (millions)	\$ 241.2	\$ 266.4	\$ 736.4	\$ 817.2
Gold sold (ounces)	189,321	199,117	570,570	564,723
Average realized gold price (US\$ per ounce)	\$ 1,274	\$ 1,338	\$ 1,291	\$ 1,447
Cash operating costs (US\$ per ounce sold)	\$ 488	\$ 472	\$ 499	\$ 485
Total cash cost (US\$ per ounce sold)	\$ 543	\$ 528	\$ 556	\$ 544
All-in sustaining cash cost (US\$ per ounce sold)	\$ 771	n/a	\$ 796	n/a
Gross profit from gold mining operations (millions)	\$ 102.0	\$ 123.1	\$ 298.2	\$ 404.2
Adjusted net earnings (millions)	\$ 36.1	\$ 54.4	\$ 109.2	\$ 186.0
Net profit (loss) attributable to shareholders of the Company (millions)	\$ 19.8	\$ 36.4	\$ 88.7	\$ 34.2
Earnings (loss) per share attributable to shareholders of the Company - Basic (US\$/share)	\$ 0.03	\$ 0.05	\$ 0.12	\$ 0.05
Earnings (loss) per share attributable to shareholders of the Company - Diluted (US\$/share)	\$ 0.03	\$ 0.05	\$ 0.12	\$ 0.05
Dividends paid (Cdn\$/share)	\$ 0.01	\$ 0.05	\$ 0.02	\$ 0.12
Cash flow from operating activities before changes in non-cash working capital (millions)	\$ 78.7	\$ 104.8	\$ 265.6	\$ 329.6

Financial Results

Net income attributable to shareholders of the Company for the quarter was \$19.8 million (or \$0.03 per share), compared with \$36.4 million (or \$0.05 per share) in the third quarter of 2013. Net income was impacted by a non-cash \$7.6 million iron ore inventory write-down related to Vila Nova. Gold revenues of \$241.2 million were nine percent lower year over year due to lower gold prices and ounces sold. Gross profit from gold mining operations was seventeen percent lower than that of the third quarter of 2013 reflecting lower profit margins and sales volumes. Total cash cost per ounce increased three percent year over year. Adjusted net earnings were \$36.1 million or \$0.05 per share compared with \$54.4 million or \$0.08 per share in the third quarter of 2013.

Exploration expenses fell \$6.4 million year over year reflecting changes in the Company's exploration program in response to lower gold prices. The Company reported a foreign exchange loss of \$4.5 million for the quarter as compared to a gain of \$0.9 million for the third quarter of 2013 mainly as a result of the impact on cash deposits of the weakening of the Canadian, Brazilian and Turkish currencies against the US dollar. Interest and financing costs fell \$2.9 million year over year, reflecting an increase in capitalization of interest on the Company's Greek development projects.

The effective tax rate for the quarter was sixty-four percent as compared to a rate of fifty percent in the third quarter of 2013. The increase in the effective tax rate year over year was due to the impact of the fall in the Turkish lira on the deferred tax balances of the Company's Turkish entity as well as an increase in the percentage of unrecognized tax losses due to lower profits.

Operations Update

Summarized Operating Results	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Gross profit - gold mining operations (millions)	\$ 102.0	\$ 123.1	\$ 298.2	\$ 404.2
Ounces produced - including Olympias production from tailings retreatment	192,578	204,620	589,652	552,359
Cash operating costs (\$ per ounce sold)	\$ 488	\$ 472	\$ 499	\$ 485
Total cash cost (\$ per ounce sold)	\$ 543	\$ 528	\$ 556	\$ 544
Kisladag				
Gross profit - gold mining operations (millions)	\$ 62.9	\$ 79.5	\$ 163.1	\$ 242.1
Ounces produced	78,030	84,762	222,085	231,718
Cash operating costs (\$ per ounce sold)	\$ 411	\$ 324	\$ 435	\$ 328
Total cash cost (\$ per ounce sold)	\$ 427	\$ 343	\$ 454	\$ 349
Efemcukuru				
Gross profit - gold mining operations (millions)	\$ 10.3	\$ 13.9	\$ 36.6	\$ 64.9
Ounces produced	26,838	23,438	78,841	69,583
Cash operating costs (\$ per ounce sold)	\$ 547	\$ 551	\$ 541	\$ 558
Total cash cost (\$ per ounce sold)	\$ 564	\$ 568	\$ 562	\$ 586

Tanjianshan				
Gross profit - gold mining operations (millions)	\$ 12.7	\$ 15.3	\$ 39.7	\$ 49.6
Ounces produced	25,387	28,179	79,556	82,324
Cash operating costs (\$ per ounce sold)	\$ 381	\$ 377	\$ 399	\$ 405
Total cash cost (\$ per ounce sold)	\$ 563	\$ 557	\$ 575	\$ 589
Jinfeng				
Gross profit - gold mining operations (millions)	\$ 12.4	\$ 9.9	\$ 41.7	\$ 26.9
Ounces produced	39,421	40,212	126,284	90,843
Cash operating costs (\$ per ounce sold)	\$ 609	\$ 684	\$ 590	\$ 743
Total cash cost (\$ per ounce sold)	\$ 693	\$ 767	\$ 673	\$ 831
White Mountain				
Gross profit - gold mining operations (millions)	\$ 3.7	\$ 4.5	\$ 17.0	\$ 20.7
Ounces produced	18,130	19,287	65,603	57,664
Cash operating costs (\$ per ounce sold)	\$ 648	\$ 713	\$ 611	\$ 693
Total cash cost (\$ per ounce sold)	\$ 691	\$ 751	\$ 651	\$ 734
Olympias				
Ounces produced from tailings retreatment	4,772	8,742	17,283	20,227

Kisladag

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes placed on pad	3,326,835	3,336,465	9,621,645	9,553,306
Average treated head grade - grams per tonne (g/t)	1.28	1.28	1.11	1.28
Gold (ounces)				
Produced	78,030	84,762	222,085	231,718
Sold	82,374	85,029	222,041	231,959
Cash operating costs (per ounce sold)	\$ 411	\$ 324	\$ 435	\$ 328
Total cash costs (per ounce sold)	\$ 427	\$ 343	\$ 454	\$ 349
Financial Data (millions)				
Gold revenues	\$ 105.2	\$ 113.4	\$ 285.4	\$ 336.5
Depreciation and depletion	\$ 6.8	\$ 4.1	\$ 19.5	\$ 10.9
Gross profit - gold mining operations	\$ 62.9	\$ 79.5	\$ 163.1	\$ 242.1
Sustaining capital expenditures	\$ 5.4	\$ 8.4	\$ 30.5	\$ 19.0

Gold production for the quarter at Kisladag was lower year over year due to lower average head grade of ore placed on the leach pad. Run of mine ore contributed to increased tonnes placed on the pad during the quarter. Cash costs were higher than in the same period in 2013 due to an increase in production waste mining (2014 - 6.4 million tonnes versus 2013 - 0.2 million tonnes). Capital expenditures during the quarter included waste stripping and leach pad construction.

Efemcukuru

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes Milled	106,942	105,641	324,149	301,869
Average treated head grade - grams per tonne (g/t)	9.08	8.50	8.54	8.77
Average Recovery Rate (to Concentrate)	93.3 %	93.2 %	93.2 %	93.6 %
Gold (ounces)				
Produced	26,838	23,438	78,841	69,583
Sold	24,033	26,410	77,115	101,888
Cash operating costs (per ounce sold)	\$ 547	\$ 551	\$ 541	\$ 558
Total cash costs (per ounce sold)	\$ 564	\$ 568	\$ 562	\$ 586
Financial Data (millions)				
Gold revenues	\$ 30.0	\$ 35.4	\$ 99.7	\$ 148.1
Depreciation and depletion	\$ 5.8	\$ 5.9	\$ 18.9	\$ 20.9
Gross profit - gold mining operations	\$ 10.3	\$ 13.9	\$ 36.6	\$ 64.9
Sustaining capital expenditures	\$ 7.7	\$ 5.3	\$ 18.9	\$ 21.8

Gold production during the quarter at Efemcukuru was higher year over year due to higher mill throughput

and average treated head grade. Sales during the quarter were lower year over year due to the timing of concentrate shipments. Cash operating costs per ounce were lower due to higher average treated head grade and continued cost reduction efforts. Capital spending during the quarter included costs related to capitalized underground development, mobile equipment, surface infrastructure, and process improvements.

Tanjianshan

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes Milled	281,862	285,406	823,698	805,532
Average treated head grade - grams per tonne (g/t)	3.50	3.40	3.41	3.54
Average Recovery Rate	81.4 %	82.9 %	81.5 %	82.5 %
Gold (ounces)				
Produced	25,387	28,179	79,556	82,324
Sold	25,387	28,179	79,556	82,324
Cash operating costs (per ounce sold)	\$ 381	\$ 377	\$ 399	\$ 405
Total cash costs (per ounce sold)	\$ 563	\$ 557	\$ 575	\$ 589
Financial Data (millions)				
Gold revenues	\$ 32.1	\$ 38.1	\$ 102.7	\$ 119.0
Depreciation and depletion	\$ 4.9	\$ 6.7	\$ 16.7	\$ 20.0
Gross profit - gold mining operations	\$ 12.7	\$ 15.3	\$ 39.7	\$ 49.6
Sustaining capital expenditures	\$ 2.1	\$ 4.2	\$ 6.9	\$ 9.3

Gold production during the quarter at Tanjianshan was lower year over year as a result of lower tonnage throughput and lower recovery rate due to the treatment of stockpile material. Capital spending included resource evaluation activities and waste stripping.

Jinfeng

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes Milled	353,048	363,798	1,090,006	1,052,406
Average treated head grade - grams per tonne (g/t)	3.86	3.66	4.01	3.15
Average Recovery Rate	87.1 %	88.0 %	87.1 %	85.0 %
Gold (ounces)				
Produced	39,421	40,212	126,284	90,843
Sold	39,397	40,212	126,255	90,888
Cash operating costs (per ounce sold)	\$ 609	\$ 684	\$ 590	\$ 743
Total cash costs (per ounce sold)	\$ 693	\$ 767	\$ 673	\$ 831
Financial Data (millions)				
Gold revenues	\$ 50.7	\$ 53.8	\$ 163.7	\$ 129.7
Depreciation and depletion	\$ 11.0	\$ 13.0	\$ 37.0	\$ 27.2
Gross profit - gold mining operations	\$ 12.4	\$ 9.9	\$ 41.7	\$ 26.9
Sustaining capital expenditures	\$ 0.9	\$ 15.0	\$ 8.0	\$ 44.3

Gold production during the quarter at Jinfeng was lower year over year due to an increase in gold in circuit inventory. Cash operating costs per ounce were lower mainly due to less waste tonnage from the open pit. Capital spending during the quarter included underground mine development and tailings dam construction.

White Mountain

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes Milled	218,500	209,581	632,923	611,548
Average treated head grade - grams per tonne (g/t)	2.79	3.28	3.48	3.44
Average Recovery Rate	89.4 %	84.0 %	88.1 %	85.5 %
Gold (ounces)				

Produced	18,130	19,287	65,603	57,664
Sold	18,130	19,287	65,603	57,664
Cash operating costs (per ounce sold)	\$ 648	\$ 713	\$ 611	\$ 693
Total cash costs (per ounce sold)	\$ 691	\$ 751	\$ 651	\$ 734
Financial Data (millions)				
Gold revenues	\$ 23.2	\$ 25.7	\$ 84.9	\$ 83.9
Depreciation and depletion	\$ 6.9	\$ 6.7	\$ 25.0	\$ 20.6
Gross profit - gold mining operations	\$ 3.7	\$ 4.5	\$ 17.0	\$ 20.7
Sustaining capital expenditures	\$ 5.8	\$ 9.1	\$ 15.1	\$ 20.9

Gold production during the quarter at White Mountain was lower year over year mainly as a result of lower average treated head grade, partially offset by higher average recovery rates. Cash operating costs per ounce decreased year over year mainly due to reduced backfill costs. Capital spending this quarter included underground development, exploration and delineation, and camp improvements.

Vila Nova

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes Processed	208,583	219,925	602,785	612,700
Iron Ore Produced	180,152	189,858	517,951	528,456
Average Grade (% Fe)	63.4 %	63.2 %	63.0 %	63.1 %
Iron Ore Tonnes				
Sold	135,093	126,835	439,993	338,256
Average Realized Iron Ore Price	\$ 46	\$ 74	\$ 65	\$ 98
Cash Costs (per tonne produced)	\$ 60	\$ 58	\$ 62	\$ 65
Financial Data (millions)				
Revenues	\$ 6.3	\$ 9.4	\$ 28.8	\$ 33.3
Depreciation and depletion	\$ 1.3	\$ 1.2	\$ 4.3	\$ 3.3
Gross profit / loss from mining operations	\$ (10.6)	\$ 0.9	\$ (10.2)	\$ 8.1
Sustaining capital expenditures	\$ 0	\$ 0.3	\$ 1.0	\$ 3.9

The Company recorded a \$7.6 million inventory write-down against gross profit/loss for Vila Nova during the quarter as a result of the continued fall in iron ore prices. The Company has decided to place the mine on care and maintenance pending a review of options to return it to profitability. Not including the inventory write-down, Vila Nova recorded a loss of \$3.0 million for the quarter compared with gross profit of \$0.9 million in the third quarter of 2013.

Stratoni

Operating Data	3 months ended September 30,		9 months ended September 30,	
	2014	2013	2014	2013
Tonnes ore mined (wet)	60,006	60,011	174,523	174,245
Tonnes ore processed (dry)	58,230	56,463	169,227	167,315
Pb grade (%)	5.63 %	6.33 %	5.96 %	6.39 %
Zn grade (%)	9.66 %	9.37 %	10.75 %	9.49 %
Ag grade (g/t)	146	161	153	166
Tonnes of concentrate produced	14,363	14,586	46,013	42,918
Tonnes of concentrate sold	15,884	12,096	45,590	42,847
Average realized concentrate price (per tonne)	\$ 960	\$ 820	\$ 885	\$ 840
Cash Costs (per tonne of concentrate sold)	\$ 737	\$ 547	\$ 716	\$ 749
Financial Data (millions)				
Revenues	\$ 15.2	\$ 9.9	\$ 40.3	\$ 36.0
Depreciation and depletion	\$ 2.3	\$ 2.2	\$ 6.3	\$ 7.5
Gross profit from mining operations	\$ 1.3	\$ 1.1	\$ 1.5	\$ (3.6)
Sustaining capital expenditures	\$ 1.2	\$ 1.4	\$ 2.7	\$ 2.0

Combined metal concentrate production at Stratoni for the quarter was the same year over year, with lower lead concentrate production offset by higher zinc concentrate production as a result of changes in metal

head grades. Concentrate sales were higher year over year due to the timing of sales. Prices received for lead and zinc concentrates were both higher year on year.

Development Project Update

Kisladag Mine Expansion

During the third quarter work began at Kisladag on the engineering of an additional 7.5 million tonne per annum (Mtpa) crushing/screening circuit and its integration with the new gyratory crusher station. Work also began on the design of a new stockpile facility to provide feed to the existing crushing/screening circuit as well as the additional 7.5 Mtpa circuit. Total capacity for crushed ore will be raised to 20 Mtpa as per the expansion plan approved during the second quarter. Work continued during the quarter on upgrading the overland conveyor and stacking system that feeds the leach pad to handle the additional crushed throughput. Capital spending totaled \$6.8 million during the quarter.

Skouries

The mill foundations at Skouries were completed during the quarter. These include the semi-autogenous grind (SAG) mill, ball mill, and the regrind mills. A key milestone of the project was also achieved, with the transportation to site, and start of installation, of the SAG and ball mill shells. Placement of the mills is scheduled to be completed during the fourth quarter. During the quarter the project received approval of the technical study for the construction of the first tailings dam which has allowed construction work to start in the fourth quarter. Piling also commenced in the flotation building area. During the quarter, pit preparation work continued with the removal of topsoil and overburden from the open pit. The pit work will increase during the fourth quarter as waste material is mined for construction of the tailings dam facility. The procurement process for the open pit mining contractor also began during the quarter with a site visit by potential bidders on the contract.

Progress continued on the underground decline with the advancement rate improving. Capital spending totaled \$35.4 million during the quarter.

Olympias

A total of 137,566 tonnes of tailings were reprocessed during the quarter at a grade of 2.69 grams per tonne and a total of 4,772 payable ounces of gold in concentrate were produced. Cash proceeds from the sale of concentrate generated \$6.5 million during the quarter on 5,393 ounces of gold in concentrate. Capital spending totalled \$27.9 million during the quarter including: \$8.4 million related to tailings reprocessing, production royalties and transportation and selling costs; \$2.2 million related to capitalized interest; and the remainder on mine development as well as Phase II engineering.

Plans for transitioning the plant operation from Phase I tailings retreatment to Phase II processing of underground ore continued to be studied during the quarter. The plans are based on upgrading the existing plant facilities to handle a throughput of up to 650,000 tonnes per year of ore to produce gold, lead/silver and zinc concentrates.

Perama Hill

Preliminary engineering was complete with the final front end engineering design report received during the quarter. The Company continues to work with Greek government authorities to facilitate approval of the environmental impact assessment (EIA). Capital spending totaled \$1.6 million during the quarter.

Certej

During the quarter the feasibility study commenced in order to optimize the expanded resource and improve the metallurgical design. Construction permits were obtained for the 2014 site works program allowing mobilization of the site earthworks contractor to begin rough grading of the south plant site and construction of the pilot water treatment plant. Capital spending totaled \$3.6 million during the quarter.

Tocantinzinho

During the quarter work continued on optimization of the Tocantinzinho feasibility study. Following a review of the geological model, which updated the overall tonnes and grade in the deposit, a rework of the mine design and plant throughput has been incorporated into the ongoing optimization analysis. Construction on a portion of the recently approved forest road began, which will allow 4x4 access in the dry season. Capital spending totaled \$1.2 million during the quarter.

Eastern Dragon

The Eastern Dragon site continued under care and maintenance during the quarter with permitting activities ongoing. The Company was informed that the approval process for the project EIA is to be conducted by the Heilongjiang Provincial Environment Protection Bureau, an interim step to approval of the Project Permit Approval (PPA) by the National Development and Reform Commission (NDRC). Site personnel continued to provide support to the permitting team, particularly at the local and provincial level.

Exploration Update

During the third quarter, a total of 19,000 metres of exploration drilling were completed at the Company's mine sites, development projects, and exploration projects.

Greece

In the Halkidiki District, a 6,000 metre drilling program continued during the quarter at the Piavitsa deposit, which is located 2 kilometres west of the Stratoni project. This program consists largely of infill drillholes, designed to confirm the continuity of mineralization delineated in widely-spaced drillholes drilled during 2012 and 2013. Results to date showed grades and thicknesses in general agreement with the resource model.

At the Stratoni mine, step-out drilling targeted the western and down-dip extensions of the orebody. The best results were obtained from just below the current production levels where thick massive sulfide intercepts indicate down-dip continuity of the orebody.

In the Perama and Sapes district, exploration activities during the quarter focused on updating the geological model for the Sapes deposit for the purposes of refining the resource model and identifying exploration drilling targets.

Romania

In the Certej project area, exploration drilling during the quarter tested satellite targets at Magura and Bocsa, both of which were sites of historical underground exploration. No significant results were obtained from the first three drillholes on these targets. These prospects will be further tested during the fourth quarter, upon receipt of required drilling permits.

At Muncel, located 15 kilometres southwest of Certej, the final three drillholes of the first phase of exploration drilling were completed. One of these drillholes was abandoned after intersecting underground workings, while the other two cut zones of sulfide stringer veinlets.

The Certej deposit is currently the subject of a detailed geological reinterpretation program, which will be completed in the fourth quarter with updated deposit geology and resource models.

Turkey

Exploration drilling during the quarter in Turkey was limited to the Efemcukuru project, where 2,900 metres of

drilling tested the Dedebag vein system and segments of the Kokarpinar vein. The best results were obtained from the central and northern portions of the Kokarpinar vein, where sulfide-rich rhodochrosite vein intercepts of several metres in width were obtained.

Reconnaissance exploration activities included mapping and sampling of volcanic centres in the greater Kisladag region to evaluate potential for buried porphyry systems, and evaluations of regional prospects in the northern part of the country.

China

At Tanjianshan, drilling programs were completed at the Dushugou prospect and at the Qinlongtan (QLT) deposit. At QLT, drilling confirmed the continuity of the QLT Northwest zone in the previously untested gap between the 2013 drillholes and the QLT open pit.

Exploration drilling at the White Mountain mine (4,700 metres completed) tested step-outs along-strike and down-plunge from the ore body. Mining grades and thicknesses were confirmed in five separate areas, with highest grades encountered in the North and North Deep ore zones. Surface drilling of the North Deep zone also commenced during the quarter.

Brazil

Exploration drilling during the quarter in Brazil tested two projects in the Tapajos region. At the Ruben Zilio project, located along strike southeast of Tocantinzinho, soil geochemical anomalies were tested in three target areas; none of this drilling identified significant mineralization. At Tocantinzinho, additional sampling extended the Cu-Mo-Au mineralization over a 6 km trend. Four drillholes tested different areas of this anomaly, and all encountered intervals of quartz and sulfide vein mineralization.

Board of Directors Update

The Board of Directors is pleased to announce that it has appointed two new directors following a search process conducted by the Corporate Governance and Nominating Committee of the Board. Joining the board are Pamela Gibson and John Webster.

Pamela Gibson was appointed to the Board of Directors on September 2, 2014. Ms. Gibson has over 30 years of experience, primarily as a corporate lawyer at Shearman & Sterling LLP, advising companies on capital market transactions, governance, disclosure, compliance and other corporate strategic matters. Ms. Gibson has extensive industry experience in the metals and mining, oil and gas, energy, telecom and technology sectors. Ms. Gibson was the Managing Partner of both the Toronto office (1990 to 1995) and London office (1995 to 2002), head of the Europe and Asia Capital Markets Group (2002 to 2004), and is currently Of Counsel at Shearman & Sterling LLP. Ms. Gibson also serves on the Board of Directors of NYSE listed GasLog Partners LP. Ms. Gibson holds a Bachelor of Arts degree, with distinction, from York University, a Bachelor of Laws degree from Osgoode Hall Law School and a Master of Laws degree from New York University. Ms. Gibson was also a law clerk to the Honorable Justice Howland, Chief Justice of the Ontario Court of Appeal.

Effective January 1, 2015, John Webster will join the Company's Board of Directors. Mr. Webster holds a BA (Hons) Degree in Economic and Social History from the University of Kent. Mr. Webster is a Member of the Institute of Chartered Accountants in England and Wales, a Member of the Institute of Chartered Accountants of British Columbia (1983) and a Fellow (2002), a CPA in Colorado (2005) and a Member of the Romanian Chamber of Auditors (CAFR) (2012). Upon graduation, Mr. Webster qualified as a Member of the Institute of Chartered Accountants in England and joined Thornton Baker and subsequently joined Price Waterhouse Coopers LLP, (PWC) Canada. Mr. Webster was a Partner at PWC and most recently Partner and Assurance Leader for Romania and South Eastern Europe at PWC Romania until his retirement in June 2014. He has extensive experience in the Mining and Technology sectors and has worked with both venture capital and listed companies.

Corporate Update

Further to the announcement in the second quarter, the Company has elected to retain Bank of America Merrill Lynch as its sponsor for a proposed Hong Kong Stock Exchange listing of its Chinese business units. Eldorado is the largest foreign producer of gold in China, with three operating gold mines (Jinfeng, Tanjianshan and White Mountain) and the Eastern Dragon project. The Company's Chinese operations presently produce approximately 300,000 ounces of gold annually.

Conference Call

Eldorado will host a conference call on **Friday, October 31, 2014** to discuss the Third Quarter 2014 Financial and Operating Results at **8:30am PDT (11:30am EDT)**. You may participate in the conference call by dialling **416-340-8527** in Toronto or **1-800-446-4472** toll free in North America and asking for the Eldorado Conference Call.

The call will be available on Eldorado's website: www.eldoradogold.com. A replay of the call will be available until November 7, 2014 by dialling 905-694-9451 in Toronto or 1-800-408-3053 toll free in North America and entering the Passcode: 771 2109.

About Eldorado Gold

Eldorado is a leading low cost gold producer with mining, development and exploration operations in Turkey, China, Greece, Romania and Brazil. The Company's success to date is based on a low cost strategy, a highly skilled and dedicated workforce, safe and responsible operations, and long-term partnerships with the communities where it operates. Eldorado's common shares trade on the Toronto Stock Exchange (TSX:ELD) and the New York Stock Exchange (NYSE:EGO).

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 or information herein include, but are not limited, to statements or information with respect to the Company's 2014 Third Quarter Financial and Operating Results.

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, including assumptions about the legal restrictions regarding the payment of dividends by the Company; assumptions about the price of gold; anticipated costs and expenditures; estimated production, mineral reserves and metallurgical recoveries; financial position, reserves and resources and gold production; and the ability to achieve our goals. Although 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 statements 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; risks of not meeting production and cost targets; 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 and operating in foreign countries; 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 28, 2014

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.

ELDORADO GOLD

Q3 2014 Gold Production Highlights (in US\$)

	First Quarter 2014	Second Quarter 2014	Third Quarter 2014	Third Quarter 2013	First Nine Months 2014	First Nine Months 2013
Gold Production						
Ounces Sold	190,628	190,621	189,321	199,117	570,570	564,723
Ounces Produced ⁽¹⁾	196,523	200,551	192,578	204,620	589,652	552,359
Cash Operating Cost (\$/oz) ^{(2), (4)}	519	489	488	472	499	485
Total Cash Cost (\$/oz) ^{(3), (4)}	577	549	543	528	556	544
Realized Price (\$/oz - sold)	1,299	1,299	1,274	1,338	1,291	1,447
Kiikilahti Mine, Turkey						
Ounces Sold	66,852	72,815	82,374	85,029	222,041	231,959
Ounces Produced	67,075	76,980	78,030	84,762	222,085	231,718
Tonnes to Pad	3,856,882	3,127,844	3,829,444	3,336,465	10,814,170	9,553,306
Grade (grams / tonne)	0.73	1.11	1.28	1.28	1.04	1.28
Cash Operating Cost (\$/oz) ⁽⁴⁾	456	443	411	324	435	328
Total Cash Cost (\$/oz) ^{(3), (4)}	473	466	427	343	454	349
Efencukuru Mine, Turkey						
Ounces Sold	27,647	25,435	24,033	26,410	77,115	101,888
Ounces Produced	26,969	25,034	26,838	23,438	78,841	69,583
Tonnes Milled	106,501	110,706	106,942	105,641	324,149	301,869
Grade (grams / tonne)	8.56	7.99	9.08	8.50	8.54	8.77
Cash Operating Cost (\$/oz) ⁽⁴⁾	526	552	547	551	541	558
Total Cash Cost (\$/oz) ^{(3), (4)}	547	576	564	568	562	586
Tanjianshan Mine, China						
Ounces Sold	28,379	25,790	25,387	28,179	79,556	82,324
Ounces Produced	28,379	25,790	25,387	28,179	79,556	82,324
Tonnes Milled	263,609	278,227	281,863	285,406	823,699	805,532
Grade (grams / tonne)	3.44	3.30	3.51	3.40	3.42	3.54
Cash Operating Cost (\$/oz) ⁽⁴⁾	422	391	381	377	399	405
Total Cash Cost (\$/oz) ^{(3), (4)}	592	570	563	557	575	589
Jinfeng Mine, China						
Ounces Sold	41,277	45,581	39,397	40,212	126,255	90,888
Ounces Produced	41,295	45,568	39,421	40,212	126,284	90,843
Tonnes Milled	364,987	371,971	353,048	363,798	1,090,006	1,052,406
Grade (grams / tonne)	4.00	4.17	3.86	3.66	4.01	3.14
Cash Operating Cost (\$/oz) ⁽⁴⁾	626	540	609	684	590	743
Total Cash Cost (\$/oz) ^{(3), (4)}	709	622	693	767	673	831
White Mountain Mine, China						
Ounces Sold	26,473	21,000	18,130	19,287	65,603	57,664
Ounces Produced	26,473	21,000	18,130	19,287	65,603	57,664
Tonnes Milled	200,682	213,741	218,500	209,581	632,923	611,548
Grade (grams / tonne)	4.13	3.56	2.79	3.28	3.48	3.44
Cash Operating Cost (\$/oz) ⁽⁴⁾	607	583	648	713	611	693
Total Cash Cost (\$/oz) ^{(3), (4)}	646	623	691	751	651	734
Olympias, Greece						
Ounces Sold	-	-	-	-	-	-
Ounces Produced ⁽¹⁾	6,332	6,179	4,772	8,742	17,283	20,227
Tonnes Milled	144,522	168,013	137,566	185,012	450,101	391,096
Grade (grams / tonne)	3.08	2.84	2.74	3.19	2.89	3.55
Cash Operating Cost (\$/oz) ⁽⁴⁾	-	-	-	-	-	-
Total Cash Cost (\$/oz) ^{(3), (4)}	-	-	-	-	-	-

(1) Ounces produced include production from tailings retreatment in Olympias.

(2) Cost figures calculated in accordance with the Gold Institute Standard.

- (3) Cash operating costs, plus royalties and the cost of off-site administration.
 (4) Cash operating costs and total cash costs are non-IFRS measures. Please see our MD&A for an explanation and discussion of these.

[Eldorado Gold Corp.](#)

Unaudited Condensed Consolidated Balance Sheets
 (Expressed in thousands of U.S. dollars)

	Note	September 30, 2014	December 31, 2013
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents		539,489	539,489
Term deposits		22,800	22,800
Restricted cash		262	262
Marketable securities		4,520	4,520
Accounts receivable and other		81,035	81,035
Inventories		224,769	224,769
		<u>872,875</u>	<u>872,875</u>
Investment in associate		-	-
Deferred income tax assets		530	530
Other assets		61,398	61,398
Defined benefit pension plan		14,270	14,270
Property, plant and equipment		5,872,154	5,872,154
Goodwill		526,296	526,296
		<u>7,347,523</u>	<u>7,347,523</u>
LIABILITIES & EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		185,013	185,013
Current debt	5	8,127	8,127
		<u>193,140</u>	<u>193,140</u>
Debt	5	586,652	586,652
Other non-current liability	4(b)	48,452	48,452
Asset retirement obligations		87,004	87,004
Deferred income tax liabilities		864,019	864,019
		<u>1,779,267</u>	<u>1,779,267</u>
Equity			
Share capital	6	5,315,352	5,315,352
Treasury stock		(13,480)	(13,480)
Contributed surplus		38,380	38,380
Accumulated other comprehensive loss		(16,995)	(16,995)
Deficit		(67,720)	(67,720)
		<u>5,255,537</u>	<u>5,255,537</u>
Total equity attributable to shareholders of the Company		5,255,537	5,255,537
Attributable to non-controlling interests		312,719	312,719
		<u>5,568,256</u>	<u>5,568,256</u>
		<u>7,347,523</u>	<u>7,347,523</u>

Approved on behalf of the Board of Directors

(Signed) Robert R. Gilmore Director

(Signed) Paul N. Wright Director

The accompanying notes are an integral part of these consolidated financial statements.

[Eldorado Gold Corp.](#)

Unaudited Condensed Consolidated Income Statements
 (Expressed in thousands of U.S. dollars)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2014	2013	2014	2013

	\$	\$	\$	\$
Revenue				
Metal sales	263,510	287,254	808,877	892,251
Cost of sales				
Production costs	123,503	120,753	380,812	367,254
Inventory write-down	7,577	-	7,577	-
Depreciation and amortization	39,341	40,461	129,008	112,809
	<u>170,421</u>	<u>161,214</u>	<u>517,397</u>	<u>480,063</u>
Gross profit	93,089	126,040	291,480	412,188
Exploration expenses	3,488	9,866	11,273	27,730
General and administrative expenses	17,430	14,671	52,373	49,396
Defined benefit pension plan expense	407	616	1,223	1,864
Share based payments	3,253	3,765	15,528	15,933
Foreign exchange loss (gain)	4,468	(939)	1,554	4,879
Operating profit	<u>64,043</u>	<u>98,061</u>	<u>209,529</u>	<u>312,386</u>
Loss (gain) on disposal of assets	278	(120)	2,103	(135)
Loss (gain) on marketable securities and other investments	122	-	1,444	(21)
Loss on investments in associates	-	1,426	102	2,549
Impairment loss on investment in associates	-	12,707	-	12,707
Other income	(4,206)	(2,460)	(7,053)	(7,574)
Asset retirement obligation accretion	582	278	1,745	1,003
Interest and financing costs	6,832	9,748	23,153	31,310
	<u>60,435</u>	<u>76,482</u>	<u>188,035</u>	<u>272,547</u>
Income tax expense	38,900	38,152	96,343	233,954
Profit for the period	<u>21,535</u>	<u>38,330</u>	<u>91,692</u>	<u>38,593</u>
Attributable to:				
Shareholders of the Company	19,791	36,410	88,691	34,221
Non-controlling interests	1,744	1,920	3,001	4,372
Profit for the period	<u>21,535</u>	<u>38,330</u>	<u>91,692</u>	<u>38,593</u>
Weighted average number of shares outstanding				
Basic	716,284	715,038	716,254	714,901
Diluted	716,284	715,364	716,254	715,229
Earnings per share attributable to shareholders of the Company:				
Basic earnings per share	0.03	0.05	0.12	0.05
Diluted earnings per share	0.03	0.05	0.12	0.05

The accompanying notes are an integral part of these consolidated financial statements.

[Eldorado Gold Corp.](#)

Unaudited Condensed Consolidated Statements of Comprehensive Income
(Expressed in thousands of U.S. dollars except per share amounts)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Profit for the period	21,535	38,330	91,692	38,593
Other comprehensive gain (loss):				
Change in fair value of available-for-sale financial assets	(687)	(321)	(840)	(1,721)
Realized gains on disposal of available-for-sale financial assets	142	-	901	(17)
Total other comprehensive gain (loss) for the period	<u>(545)</u>	<u>(321)</u>	<u>61</u>	<u>(1,738)</u>
Total comprehensive income for the period	<u>20,990</u>	<u>38,009</u>	<u>91,753</u>	<u>36,855</u>
Attributable to:				
Shareholders of the Company	19,246	36,089	88,752	32,483
Non-controlling interests	1,744	1,920	3,001	4,372
	<u>20,990</u>	<u>38,009</u>	<u>91,753</u>	<u>36,855</u>

The accompanying notes are an integral part of these consolidated financial statements.

[Eldorado Gold Corp.](#)

Unaudited Condensed Consolidated Statements of Cash Flows

(Expressed in thousands of U.S. dollars)

Note	Three months ended		Nine months ended	
	September 30,		September 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Cash flows generated from (used in):				
Operating activities				
Profit for the period	21,535	38,330	91,692	38,593
<i>Items not affecting cash:</i>				
Asset retirement obligation accretion	582	278	1,745	1,003
Depreciation and amortization	39,341	40,461	129,008	112,809
Unrealized foreign exchange loss (gain)	708	(44)	584	480
Deferred income tax expense	12,516	7,388	22,183	143,836
Loss (gain) on disposal of assets	278	(120)	2,103	(135)
Loss on investments in associates	-	1,426	102	2,549
Impairment loss on investment in associates	-	12,707	-	12,707
Loss (gain) on marketable securities and other investments	122	-	1,444	(21)
Share based payments	3,253	3,765	15,528	15,933
Defined benefit pension plan expense	407	616	1,223	1,864
	78,742	104,807	265,612	329,618
Changes in non-cash working capital	9	13,447	15,454	(41,153)
	92,189	120,261	224,459	308,807
Investing activities				
Net cash used on acquisition of subsidiary	4(a)	-	(30,318)	-
Purchase of property, plant and equipment	(102,758)	(119,055)	(291,105)	(336,818)
Proceeds from the sale of property, plant and equipment	(36)	412	140	604
Proceeds on production from tailings retreatment	6,539	9,438	27,096	24,666
Purchase of marketable securities	(818)	-	(1,670)	-
Proceeds from the sale of marketable securities	269	-	1,134	332
Investments in associates	-	-	-	(6,357)
Redemption of (investment in) term deposits	2,226	161,841	11,902	(59,600)
Increase (decrease) in restricted cash	11	(17)	13	(12)
	(94,567)	52,619	(282,808)	(377,185)
Financing activities				
Issuance of common shares for cash	438	1,945	438	3,546
Investment by non-controlling interest	4(b)	-	40,000	-
Dividend paid to shareholders	(6,546)	(34,708)	(13,010)	(84,949)
Dividends paid to non-controlling interest	(3,410)	-	(4,225)	-
Purchase of treasury stock	-	-	(6,413)	(6,462)
Long-term and bank debt proceeds	8,127	3,565	24,490	15,977
Long-term and bank debt repayments	(16,240)	-	(32,622)	(10,354)
Loan financing costs	-	-	-	(383)
	(17,631)	(29,198)	8,658	(82,625)
Net increase (decrease) in cash and cash equivalents	(20,009)	143,682	(49,691)	(151,003)
Cash and cash equivalents - beginning of period	559,498	522,158	589,180	816,843
Cash and cash equivalents - end of period	539,489	665,840	539,489	665,840

The accompanying notes are an integral part of these consolidated financial statements.

[Eldorado Gold Corp.](#)

Unaudited Condensed Consolidated Statements of Changes in Equity

(Expressed in thousands of U.S. dollars)

Note	Three months ended		Nine months ended	
	September 30,		September 30,	
	2014	2013	2014	2013
	\$	\$	\$	\$
Share capital				
Balance beginning of period				
	5,314,813	5,306,947	5,314,589	5,300,957

Shares issued upon exercise of share options, for cash	438	1,945	438	3,546
Transfer of contributed surplus on exercise of options	101	694	101	1,683
Transfer of contributed surplus on exercise of deferred phantom units	-	184	224	3,584
Balance end of period	<u>5,315,352</u>	<u>5,309,770</u>	<u>5,315,352</u>	<u>5,309,770</u>
Treasury stock				
Balance beginning of period				
	(14,845)	(11,775)	(10,953)	(7,445)
Purchase of treasury stock	-	-	(6,413)	(6,462)
Shares redeemed upon exercise of restricted share units	<u>1,365</u>	<u>691</u>	<u>3,886</u>	<u>2,823</u>
Balance end of period	<u>(13,480)</u>	<u>(11,084)</u>	<u>(13,480)</u>	<u>(11,084)</u>
Contributed surplus				
Balance beginning of period				
	37,197	71,389	78,557	65,382
Share based payments	3,390	3,685	15,140	16,213
Shares redeemed upon exercise of restricted share units	(1,365)	(691)	(3,886)	(2,823)
Recognition of other non-current liability and related costs	4(b) (741)	-	(51,106)	-
Partial reversal of non-controlling interest acquired on buy-out	-	2,911	-	2,911
Transfer to share capital on exercise of options and deferred phantom units	<u>(101)</u>	<u>(878)</u>	<u>(325)</u>	<u>(5,267)</u>
Balance end of period	<u>38,380</u>	<u>76,416</u>	<u>38,380</u>	<u>76,416</u>
Accumulated other comprehensive loss				
Balance beginning of period				
	(16,450)	(25,952)	(17,056)	(24,535)
Other comprehensive gain (loss) for the period	<u>(545)</u>	<u>(321)</u>	<u>61</u>	<u>(1,738)</u>
Balance end of period	<u>(16,995)</u>	<u>(26,273)</u>	<u>(16,995)</u>	<u>(26,273)</u>
Retained earnings (deficit)				
Balance beginning of period				
	(80,965)	542,446	(143,401)	594,876
Dividends paid	(6,546)	(34,708)	(13,010)	(84,949)
Profit attributable to shareholders of the Company	<u>19,791</u>	<u>36,410</u>	<u>88,691</u>	<u>34,221</u>
Balance end of period	<u>(67,720)</u>	<u>544,148</u>	<u>(67,720)</u>	<u>544,148</u>
Total equity attributable to shareholders of the Company				
	<u>5,255,537</u>	<u>5,892,977</u>	<u>5,255,537</u>	<u>5,892,977</u>
Non-controlling interests				
Balance beginning of period				
	310,975	286,302	273,128	284,100
Profit attributable to non-controlling interests	1,744	1,920	3,001	4,372
Dividends declared to non-controlling interests	-	(7,584)	(3,410)	(7,584)
Increase (decrease) during the period	4(b) -	(3,161)	40,000	(3,411)
Balance end of period	<u>312,719</u>	<u>277,477</u>	<u>312,719</u>	<u>277,477</u>
Total equity	<u>5,568,256</u>	<u>6,170,454</u>	<u>5,568,256</u>	<u>6,170,454</u>

The accompanying notes are an integral part of these consolidated financial statements.

Click here for the Unaudited Condensed Consolidated Financial Statements for the quarter ended Sept 30, 2014.

Contact

[Eldorado Gold Corp.](#)

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