

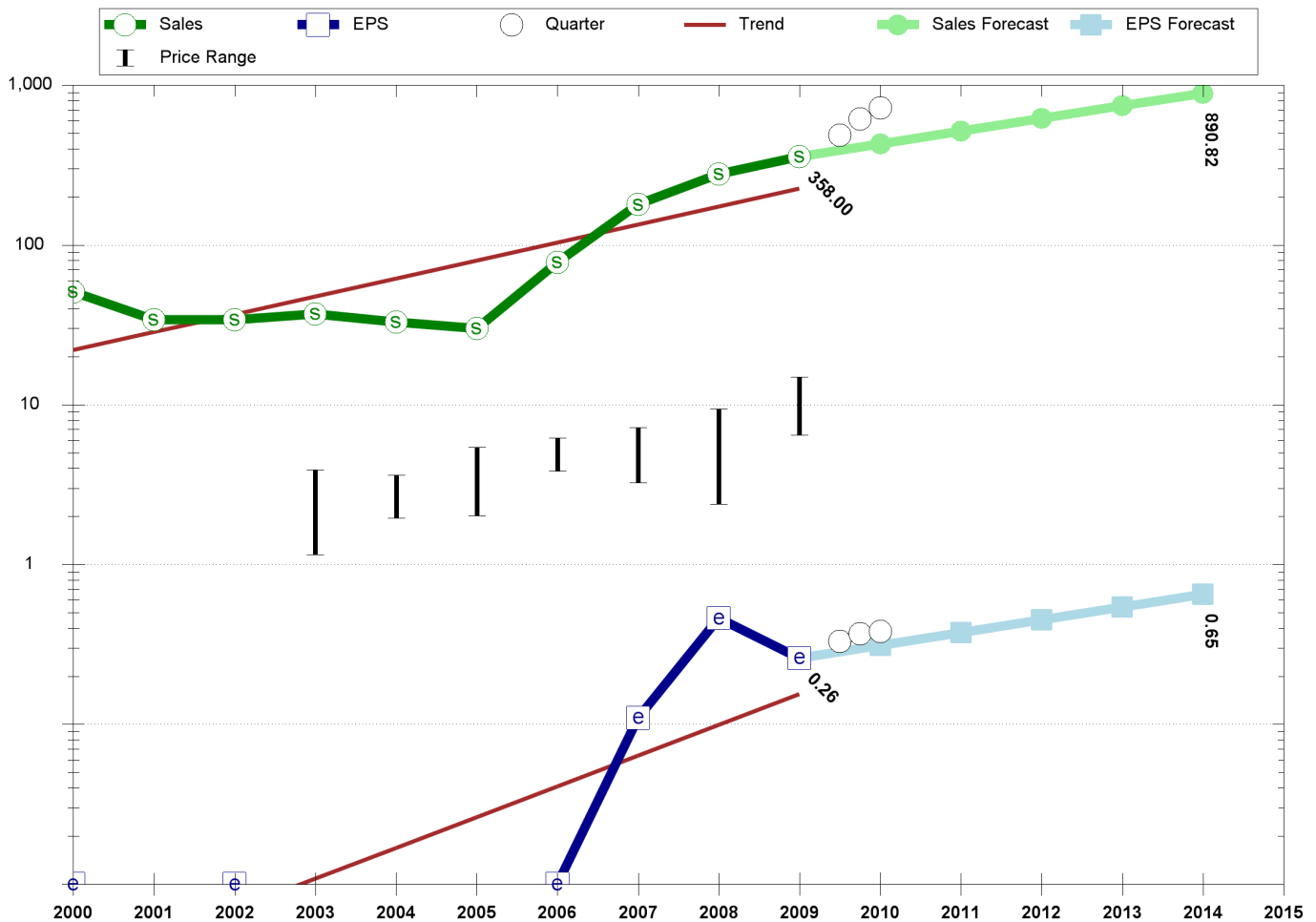
Company	Eldorado Gold Corp		Date	12/17/2010	
Prepared by	Taylor IV		Data taken from	S&P Stock Dat	
Where traded	NYSE	Industry	Gold Ore Mining		
Capitalization --- Outstanding Amounts	Reference				
Preferred (\$M)	0.0	% Insiders	% Institution		
Common (M Shares)	547.7	0.0	0.0		
Debt (\$M)	187.2	% to Tot Cap	6.0	% Pot Dil	0.3

Stock Selection Guide

Symbol: EGO

1 VISUAL ANALYSIS of Sales, Earnings, and Price

FY2009 Quarter Ending (09/10)	Sales (\$M)	Earnings Per Share
Latest Quarter	190.3	0.09
Year Ago Quarter	81.6	0.08
Percentage Change	133.19%	12.50%



(1) Historical Sales Growth	29.5%	(3) Historical Earnings Per Share Growth	21.6%
(2) Estimated Future Sales Growth	20.00%	(4) Estimated Future Earnings Per Share Growth	20.10%

2 EVALUATING Management

Eldorado Gold Corp

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	Last 5 Year Avg.
Pre-tax Profit on Sales (Net Before Taxes/Sales)	2.71%	-9.32%	8.21%	115.02%	-44.01%	161.62%	6.66%	35.74%	66.14%	40.99%	-2.42%
% Earned on Equity (E/S / Book Value)	1.07%	-5.45%	1.73%	-33.10%	-6.67%	-22.87%	0.86%	8.43%	21.39%	5.29%	2.62%

3 PRICE-EARNINGS HISTORY as an indicator of the future

This shows how stock prices have fluctuated with earnings and dividends. It is building block for translating earnings into future stock prices.

PRESENT PRICE 18.1

HIGH THIS YEAR 20.23

LOW THIS YEAR 11.39

	A	B	C	D	E	F	G	H
Year	Price		Earnings	Price Earnings Ratio		Dividend	% Payout	% High Yield
	High	Low	Per Share	High A / C	Low B / C	Per Share	F / C * 100	F / B * 100
1 2005	5.38	2.02	-0.17	-31.65	-11.88	0.000	0.00	0.00
2 2006	6.17	3.82	0.01	617.00	382.00	0.000	0.00	0.00
3 2007	7.16	3.25	0.11	65.09	29.55	0.000	0.00	0.00
4 2008	9.34	2.38	0.46	20.30	5.17	0.000	0.00	0.00
5 2009	14.82	6.44	0.26	57.00	24.77	0.000	0.00	0.00
6 TOTAL		17.9		727.7	429.6		0.0	
7 AVERAGE		3.6		145.5	85.9		19.2	
8 AVERAGE PRICE EARNINGS RATIO 115.7					9 CURRENT PRICE EARNINGS RATIO 47.6			

4 EVALUATING RISK and REWARD over the next 5 years

Assuming one recession and one business boom every 5 years, calculations are made of how high and how low the stock might sell. The upside-downside ratio is the key to evaluating risk and reward.

A HIGH PRICE - NEXT 5 YEARS

Avg. High P/E 40.00 X Estimate High Earnings/Share 0.65 = Forecasted High Price \$ 26.00

B LOW PRICE - NEXT 5 YEARS

(a) Avg. Low P/E 110.37 X Estimate Low Earnings/Share 0.26 = Forecasted Low Price \$ 28.70

(b) Avg. Low Price of Last 5 Years 3.58

(c) Recent Market Low Price 2.38

(d) Price Dividend Will Support $\frac{\text{Present Dividend}}{\text{High Yield}} = \frac{0.049}{0.00\%} = 0.00$

Selected Forecasted Low Price 11.00

C ZONING using 25%-50%-25%

Forecasted High Price 26.00 Minus Forecasted Low Price 11.00 = 15.00 Range. 25% of Range 3.75

Buy Zone 11.00 to 14.75

Hold Zone 14.75 to 22.25

Sell Zone 22.25 to 26.00

Present Market Price of 18.08 is in the **Hold** Zone

D UP-SIDE DOWN-SIDE RATIO (POTENTIAL GAIN VS. RISK OR LOSS)

$\frac{\text{High Price} - \text{Present Price}}{\text{Present Price} - \text{Low Price}} = \frac{26.00 - 18.08}{18.08 - 11.00} = \frac{7.92}{7.08} = 1.12$ To 1

E PRICE TARGET (Note: This shows the potential market price appreciation over the next five years in simple interest terms.)

$\frac{\text{High Price}}{\text{Present Market Price}} = \frac{26.00}{18.08} = 1.44$ X 100 = 143.81 - 100 = 43.81 % Appreciation

5 5-YEAR POTENTIAL

This combines price appreciation with dividend yield to get an estimate of total return. It provides a standard for comparing income and growth stocks.

A $\frac{\text{Present Full Year's Dividend \$}}{\text{Present Price of Stock}} = \frac{0.049}{18.08} = 0.00 = 0.27\%$ Present Yield

B AVERAGE YIELD - USING FORECAST HIGH P/E

$\frac{\text{Avg. \% Payout}}{\text{Forecast High PE}} = \frac{19.23\%}{40.00} = 0.48\%$

C COMPOUND ANNUAL RETURN - USING FORECAST HIGH P/E

Annualized Appreciation 7.54 %

Average Yield 0.48 %

Annualized Rate of Return 8.02 %