

ELDORADO GOLD CORP /FI  
Form 6-K  
March 22, 2005

**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 **March, 2005**

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.

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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 [  ]

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

\_\_\_\_\_

**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/ Earl W. Price

Date: March 21, 2005

Earl W. Price, Chief Financial Officer



**December 31, 2004**

**Report to Shareholders**

**Suite 1188, Bentall 5**

**550 Burrard Street**

**Vancouver, British Columbia**

**V6C 2B5**

**Phone: (604) 687-4018**

**Fax: (604) 687-4026**

**Management's Responsibility for Financial Reporting**

The financial statements and the information contained in the annual report have been prepared by and are the responsibility of Management of the Company. The financial statements have been prepared in accordance with accounting principles generally accepted in Canada and reconciled to accounting principles generally accepted in the United States as set out in note 14 and, where appropriate, reflect management's best estimates and judgements based on currently available information.

The Audit Committee of the Board of Directors, consisting of three members, meets periodically with management and the independent auditors to review the scope and results of the annual audit and to review the financial statements and related financial reporting matters prior to submitting the financial statements to the Board for approval.

The Company has developed and maintains a system of internal control to provide reasonable assurance that financial information is accurate and reliable.

The Company's independent auditors, PricewaterhouseCoopers LLP were appointed by the shareholders and they have conducted an audit in accordance with Canadian generally accepted auditing standards and their report follows.

*Earl W. Price*

Paul N. Wright

Chief Financial Officer

President and Chief Executive Officer

March 17, 2005

**AUDITORS' REPORT**

**To the Shareholders of Eldorado Gold Corporation**

We have audited the consolidated balance sheets of Eldorado Gold Corporation as at December 31, 2004 and 2003 and the consolidated statements of operations and deficit and cash flows for the years ended December 31, 2004, 2003 and 2002. These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2004 and 2003 and the results of its operations and its cash flows for the years ended December 31, 2004, 2003 and 2002 in accordance with Canadian generally accepted accounting principles.

**Chartered Accountants**

Vancouver, BC

Canada

February 11, 2005





**Eldorado Gold Corporation**  
**Consolidated Balance Sheets**

**As At December 31**

**(Expressed in thousands of U.S. dollars)**

	2004	2003
<b>ASSETS</b>		
Current Assets		
Cash and cash equivalents	\$ 135,390	\$ 105,465
Accounts and other receivables	8,705	3,213
Inventories (Note 3)		5,927
		5,623
		150,022
		114,301
Property, plant and equipment (Note 4)		52,337
		23,784
Mineral properties and deferred development (Note 4)		22,676
		32,287
Investments and advances (Note 8)		1,224
		1,258
Deferred loss (Note 6)		

	-
	329
\$	
	226,259
\$	
	171,959
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable and accrued liabilities	
\$	
	6,005
\$	
	7,164
	6,005
	7,164
Asset retirement obligation (Note 5)	
	8,059
	7,172
Contractual severance obligation	
	636
	10

	318
Future income taxes (Note 9)	
	4,598
	3,830
	19,298
	18,484
<b>SHAREHOLDERS' EQUITY</b>	
Share capital (Note 7)	
	508,373
	444,665
Contributed surplus	
	1,094
	1,094
Stock based compensation (Note 7)	
	5,138
	1,418
Deficit	
	(307,644)
	(293,702)

206,961

153,475

\$

226,259

\$

171,959

Commitments and Contingencies (Note 10)

Approved by the Board

*"Robert Gilmore"*

*"Paul Wright"*

Director

Director

**Eldorado Gold Corporation**  
**Consolidated Statements of Operations and Deficit**  
**For The Years Ended December 31**  
**(Expressed in thousands of U.S. dollars except per share amounts)**

	2004		2003		2002
<b>Revenue</b>					
Gold sales	\$ 33,153		\$ 36,814		\$ 34,051
Interest and other income	2,762		1,415		5,245
	35,915		38,229		39,296
<b>Expenses</b>					
Operating costs	32,459		22,604		19,027
Depletion, depreciation and amortization	4,431		10,321		10,699
General and administrative	5,531		4,961		3,238
Exploration expense	4,136		1,956		1,078
Interest and financing costs	25		569		1,156
Loss (gain) on settlement of convertible debenture	-		227		(463)
Stock based compensation expense	3,720		1,418		-
Accretion of asset retirement obligation	430		406		383
Foreign exchange (gain) loss	(196)		(6,494)		1,046
	50,536		35,968		36,164
(Loss) profit before the undernoted items	(14,621)		2,261		3,132
Writedown of assets	-		(44,645)		(415)
Gain (loss) on disposals of property, plant and equipment	30		(186)		(205)
<b>(Loss) profit before income taxes</b>	<b>(14,591)</b>		<b>(42,570)</b>		<b>2,512</b>
Tax recovery (expense) (Note 9)					
Current	1,406		1,107		(1,121)
Future	(757)		(3,570)		387
<b>Net (loss) income for the year</b>	<b>\$ (13,942)</b>		<b>\$ (45,033)</b>		<b>\$ 1,778</b>
Deficit at the beginning of the year:					
As previously reported	(293,702)		(247,649)		(249,785)
Change in accounting policy	-		(1,020)		(662)
As restated	\$ (293,702)		\$ (248,669)		\$ (250,447)
Deficit at the end of the year	\$ (307,644)		\$ (293,702)		\$ (248,669)
<b>Weighted average number of shares outstanding</b>					
					257,643,212
					221,770,349

147,597,481

**Basic (loss) income per share - U.S.\$**

\$ (0.05)

\$ (0.20)

\$ 0.01

**Basic (loss) income per share - CDN.\$ - (yearly avg. rate)**

\$ (0.07)

\$ (0.28)

\$ 0.02

**Diluted (loss) income per share - U.S.\$**

\$ (0.05)

\$ (0.20)

\$ 0.01



**Eldorado Gold Corporation**  
**Consolidated Statements of Cash Flows**  
**For The Years Ended December 31**  
**(Expressed in thousands of U.S. dollars)**

	2004	2003	2002
<b>Cash flows from operating activities</b>			
Net (loss) income for the year	\$ (13,942)	\$ (45,033)	1,778
Items not affecting cash			
Depletion, depreciation and amortization	4,431	10,321	10,699
Future income taxes	757	3,570	(387)
Writedown of assets	28	44,929	415
Loss on disposals of property, plant and equipment	8	-	205
Loss (gain) on settlement of convertible debenture	-	227	(463)
Interest and financing costs	-	127	249
Amortization of hedging gain	329	(2,286)	(3,550)
Stock based compensation expense	3,720	1,418	-
Contractual severance expense	318	318	-
Accretion of asset retirement obligation	430	406	383
Foreign exchange loss (gain)	450	(6,850)	1,784
	(3,471)	7,147	11,113
(Increase) decrease in accounts and other receivable	(5,492)	(1,833)	1,585
(Increase) decrease in inventories	(304)	(607)	(425)
(Decrease) increase in accounts payable and accrued liabilities	(1,159)	(1,061)	(2,985)
	(10,426)	3,646	9,288
<b>Cash flow from investing activities</b>			
Property, plant and equipment	(22,772)	(9,391)	(5,334)
Proceeds from disposals of property, plant and equipment	357	-	64
Mineral properties and deferred development	(573)	(3,604)	(2,285)
Investments and advances	-	(1,196)	37
Proceeds from disposals of investments and advances	70	-	-
Restricted cash	-	-	475
	(22,918)	(14,191)	(7,043)
<b>Cash flow from financing activities</b>			
Repayment of long-term debt	-	-	(15,476)
Repayment of convertible debentures	-	(7,150)	-
Issue of common shares:			
Voting - for cash	63,708	78,619	47,966
Other assets and deferred charges	-	-	(95)
	63,708	&	