



EUROGOLD
L I M I T E D
(ACN 009 070 384)

12 October 2010

ASX "EUG"

RESULTS FOR QUARTER ENDED
30 SEPTEMBER 2010

During the quarter Eurogold Limited announced that it had exercised its Tanami Gold NL rights entitlement at a cost of \$2,373,327 and thereby retained its 3.71% shareholding.

Simultaneously, Tanami repaid Eurogold's \$5,000,000 debt together with interest and fees.

On 9 September 2010 Eurogold announced a takeover of the 58% of Brinkley Mining Plc that it did not already own. Eurogold is offering 11.9228 of its shares for every 100 Brinkley shares.

The takeover is being effected by way of a scheme of arrangement under Part 26 of The English Companies Act 2006.

The takeover will require English Court approval, together with Brinkley and Eurogold Shareholder approval, and will result in a 28% increase in Eurogold's issued capital if successful.

The Court hearing and the Brinkley shareholder meetings are scheduled for 20 October 2010 and the Eurogold shareholder meeting is scheduled for 8 November 2010.

If the takeover is successful the enlarged Eurogold will own approximately 17.5% of Dragon Mining Limited, 3.71% of Tanami Gold NL and have cash and liquid investments of approximately \$5m.

The NTA of Eurogold is significantly affected by the share price of Dragon Mining and to a lesser extent Tanami.

At today's date the NTA of Eurogold is approximately \$0.40 per share using a Dragon share price of 16.5c. Eurogold's cash stands at approximately \$4m.

It is not the intention of the Board that the primary business of Eurogold will be that of a passive portfolio investor.

The Company has examined, and continues to examine, various investment opportunities in resource projects with a particular focus on the gold mining sector.

PETER GUNZBURG
Executive Chairman

Appendix 5B

Mining Exploration Entity Quarterly Report

Origin: Appendix 8

Name of Entity

EUROGOLD LIMITED ("EUG")

ABN

009 070 384 (002)

3 Months Ended

30 September 2010

Consolidated Statement of Cash Flows

Cash Flows Related to Operating Activities	Current Qtr \$A'000	Year to Date (3 Months) \$A'000
1.1 Receipts from product sales and related debtors	0	0
1.2 Payments for (a) exploration and evaluation	0	0
(b) development	0	0
(c) production	0	0
(d) administration	(339)	(339)
(e) other		
1.3 Dividends received	0	0
1.4 Interest and other items of a similar nature received	89	89
1.5 Interest and other costs of finance paid	0	0
1.6 Income taxes paid	(444)	(444)
1.7 Other Income	2	2
Net Operating Cash Flows	(692)	(692)
Cash Flows Related to Investing Activities		
1.8 Payment for purchases of: (a) prospects	0	0
(b) equity investments	(2,373)	(2,373)
(c) other fixed assets		
1.9 Proceeds from sale of: (a) prospects	0	0
(b) equity investments	528	528
(c) other fixed assets		
1.10 Loans to other entities	0	0
1.11 Loans repaid by other entities	5,000	5,000
1.12 Other	0	0
Net Investing Cash Flows	3,155	3,155
1.13 Total operating and investing cash flows (carried forward)	2,463	2,463

1.13	Total operating and investing cash flows (brought forward)	2,463	2,463
	Cash Flows Related to Financing Activities		
1.14	Proceeds from issues of shares, options, etc.	0	0
1.15	Proceeds from sale of forfeited shares	0	0
1.16	Proceeds from borrowings	0	0
1.17	Repayment of borrowings	0	0
1.18	Dividends paid	0	0
1.19	Other (Capital Raising Costs)	0	0
	Net Financing Cash Flows	0	0
	Net Increase (Decrease) in Cash Held	2,463	2,463
1.20	Cash at beginning of Month/year to date	1,604	1,604
1.21	Exchange rate adjustments to 1.20	0	0
1.22	Cash at End of Month	4,067	4,067

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		3 Months \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	60
1.24	Aggregate amount of loans to the parties included in item 1.10	0

1.25 Explanation necessary for an understanding of the transactions

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Non-Cash Financing and Investing Activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

None

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

None

Financing Facilities Available

Add notes as necessary for an understanding of the position.

	Amount Available \$A'000	Amount Used \$A'000
3.1 Loan facilities	0	0
3.2 Credit standby arrangements	0	0

Estimated Cash Outflows for Next Month

	\$A'000
4.1 Exploration and evaluation	0
4.2 Development	0
Total	0

Reconciliation of Cash

Reconciliation of cash at the end of the Month (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current \$A'000	Previous \$A'000
5.1 Cash on hand and at bank	441	498
5.2 Deposits at call	3,626	1,106
5.3 Bank overdraft	0	0
5.4 Other	0	0
Total: Cash at End of Month (item 1.22)	4,067	1,604

Changes in Interests in Mining Tenements

	Tenement Reference	Nature of Interest (note (2))	Interest at Beginning of Quarter	Interest at End of Quarter
6.1		Interests in mining tenements relinquished, reduced or lapsed		
6.2		Interests in mining tenements acquired or increased		

Issued and Quoted Securities at End of Current Month

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Number Issued	Number Quoted	Issue Price Per Security (cents)	Amount Paid Up Per Security (cents)
7.1 Preference + securities <i>(description)</i>	Nil	Nil	N/Aplicable	N/Aplicable
7.2 Issued during Quarter	-	Nil	N/Aplicable	N/Aplicable
7.3 +Ordinary Securities	63,935,926	63,935,926	N/Aplicable	N/Aplicable
7.4 Issued during Quarter	Nil			N/Aplicable
7.5 +Convertible Debt Securities <i>(description)</i>	Nil	Nil	N/Aplicable	N/Aplicable
7.6 Issued during Month	Nil	Nil	N/Aplicable	N/Aplicable
7.7 Options <i>(description)</i>	4,000,000 <i>(Unlisted Options)</i>	Nil	Exercise Price \$1.00	Expiring 30 June 2014
7.8 Issued during Quarter				
7.9 Exercised during Quarter	Nil	Nil	Nil	Nil
7.10 Expired during Quarter	400,000 Unlisted Director Options	Nil	Nil	N/Aplicable
7.11 Debentures <i>(totals only)</i>	Nil	Nil		
7.12 Unsecured Notes <i>(totals only)</i>	Nil	Nil		

Compliance Statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Law or other standards acceptable to ASX (see note 4).
- 2 This statement does ~~/does not*~~ (*delete one*) give a true and fair view of the matters disclosed.

P Collinson
Company Secretary

Date: 12 October 2010

Notes

- 1 The Monthly report provides a basis for informing the market how the entity's activities have been financed for the past Month and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of Interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and Quoted Securities.** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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