



---

TSX: EUR

NEWS RELEASE

Paris: EUR

---

## **EURO RESSOURCES S.A.**

### **ANNOUNCES RECORD REVENUE AND A PROFIT FOR THE QUARTER ENDED SEPTEMBER 30, 2006**

PARIS, France, November 9, 2006: EURO Ressources S.A. (TSX: EUR; Euronext of the Bourse de Paris: EUR) today announced its unaudited financial results for the third quarter ended September 30, 2006, prepared in accordance with International Financial Reporting Standards. These results record net income for the quarter of \$2.1 million compared to a loss of \$3.2 million for the third quarter of 2005. All financial amounts are expressed in US dollars.

Mr. James Dunnett, EURO's Directeur-Général, stated: "It is rewarding to be able to report a record quarterly profit for EURO arising from a combination of a higher gold price for the quarter and increased production at Rosebel. EURO also benefited from increased income from its continuing gold interests in French Guiana. With increased cashflow, EURO is in a sound position to consider its future opportunities to enhance shareholder value through appropriate acquisitions."

#### **Rosebel Royalty**

As reported by Cambior Inc., production from the Rosebel gold mine for the quarter ended September 30, 2006 was 77,837 ounces of gold compared to production of 82,006 ounces of gold in the corresponding quarter in 2005. Cambior has retained its forecast of 335,000 ozs gold production from Rosebel for 2006.

More detailed information about the operations, actual and anticipated production levels, as well as historic and current reserve statements of the Rosebel gold mine, can be viewed on Cambior's website at: [www.cambior.com](http://www.cambior.com).

#### **Three Months Ended September 30, 2006**

Royalty revenue totaled \$2.6 million during the period (2005: \$1.1 million). After accounting for the realized losses on gold derivatives settled during the quarter, EURO's net revenue remained at a record of \$1.4 million (2005: \$0.98 million).

EURO recognized a gain on the mark-to market adjustment, which substantially contributed to EURO's profit for the quarter. The gain which was recognized was \$2.8 million, compared to an increase in mark-to-market for the same period in 2005 of \$5.0 million.

General and administrative costs were \$498,000 during the three months ended September 30, 2006 compared to \$295,000 during the same period last year. Interest costs for the three months ended June 30, 2006 were \$187,000 (2005: \$139,000). This rise in interest expense reflects the interest payable to Golden Star Resources Ltd., which is 12% p.a. on the \$3 million outstanding principal.

The decrease in depreciation and amortization expenses of \$245,000 (2005: \$359,000) during the three months ended September 30, 2006 reflects the increase in reserves of the Rosebel

royalty and the consequent decrease in amortization expense per ounce. Debt accretion expense of \$112,000 (2005:\$48,000) reflects the accounting treatment for the deferred component of the Rosebel Royalty purchase consideration.

### **Nine Months Ended September 30, 2006**

We recorded royalty revenue of \$6.9 million during the first nine months of 2006 (2005: \$3.4 million. Net of settlement of the gold hedging maturing during the period, net revenue increased to \$3.8 million from \$3.2 million. We recorded a net loss of \$2.2 million, compared to a net loss of \$3.9 million for the same period in 2005. Our gain on the mark-to-market adjustment from the third quarter reduced our net loss for the year-to-date.

The continued rise in the price of gold (\$600.73 average for the nine months, 2005: \$431.62) provided an increase in revenue for the period; however we were able to reduce our mark-to-market, because the gold price on the last day of September was only \$599.25. The mark-to-market is recorded on the last day of the quarter. This allowed us to record a gain on the mark-to-market adjustment and ultimately reduce our net loss for the nine months ended September 30, 2006.

### **Liquidity**

Consolidated cash as at September 30, 2006 was \$1.1 million compared to \$0.7 million at the end of September 2005. The Company expects that its current cash position and forecast cash flow will enable it to adequately fund all of its operational and debt service requirements.

EURO Ressources S.A. is a French company, whose principal asset is a royalty interest in the Rosebel gold mine operated by Cambior in Surinam. EURO is presently focused on acquiring additional mineral royalties on operating gold mines. Additionally, EURO continues to hold certain exploration and development mineral rights, principally gold, in French Guiana, which are the subject of joint venture arrangements. EURO has approximately 49.4 million shares outstanding.

***Statements Regarding Forward-Looking Information:*** *Some statements contained in this news release are forward-looking statements. Investors are cautioned that forward-looking statements are inherently uncertain and involve risks and uncertainties that could cause actual results to differ materially. Such statements include comments regarding the intentions of the Company to acquire additional royalty or mineral interests. There can be no assurance that future developments affecting the Company will be those anticipated by management.*

Additional information relating to EURO Ressources S.A. is available on [www.euroressources.eu](http://www.euroressources.eu) and on SEDAR at [www.sedar.com](http://www.sedar.com). Further requests for information should be addressed to:

James H. Dunnett,  
Directeur-Général  
Tel: +1 604 710 2242  
Email : [jhdunnett@aol.com](mailto:jhdunnett@aol.com)

Susanne A. Hermans  
Vice-President Finance  
Tel: +1 303 204 7771  
Email : [shermans@euroressources.net](mailto:shermans@euroressources.net)