



**IFRS Financial Statements and  
Shareholders' Report**  
**Second Quarter Ended June 30, 2013**

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## I Balance Sheets

(Unaudited)  
(in thousands of Euro)

	Notes	As at June 30, 2013	As at December 31, 2012
<b>NON-CURRENT ASSETS</b>		<b><u>€6,104</u></b>	<b><u>€6,441</u></b>
Intangible assets	4	5,995	6,235
Available-for-sale financial assets	5	109	206
<b>CURRENT ASSETS</b>		<b><u>€30,253</u></b>	<b><u>€22,296</u></b>
Trade receivables	6	7,212	11,131
Other current assets	6	60	27
Current income tax receivable	6	732	-
Cash and cash equivalents	7	21,102	10,001
Assets held for sale	18	1,147	1,137
<b>TOTAL ASSETS</b>		<b><u>€36,357</u></b>	<b><u>€28,737</u></b>
<b>EQUITY</b>		<b><u>€13,557</u></b>	<b><u>€26,433</u></b>
Share capital	8	625	625
Additional paid-in capital	8	104	104
Other reserves		3,251	613
Net profit for the period		9,577	25,091
<b>TOTAL EQUITY</b>		<b><u>€13,557</u></b>	<b><u>€26,433</u></b>
<b>NON-CURRENT LIABILITIES</b>		<b><u>99</u></b>	<b><u>109</u></b>
Deferred tax liabilities	15.3	99	109
<b>CURRENT LIABILITIES</b>		<b><u>€22,701</u></b>	<b><u>€2,195</u></b>
Trade payables	9	123	147
Other current liabilities	9	79	109
Dividend payable	9	22,499	-
Current income tax payable	9	-	1,939
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>€36,357</u></b>	<b><u>€28,737</u></b>

## II Income Statements

(Unaudited)  
(in thousands of Euro, except per share amount)

	Notes	For the Quarter ended		For Six Months ended	
		June 30 2013	June 30 2012	June 30 2013	June 30 2012
Revenues from ordinary activities	11	7,231	10,138	16,819	20,139
Operating expenses	12	(291)	(236)	(507)	(442)
Amortization expense	14	(141)	(165)	(293)	(322)
<b>OPERATING PROFIT</b>		<b><u>€6,799</u></b>	<b><u>€9,737</u></b>	<b><u>€16,019</u></b>	<b><u>€19,375</u></b>
Investment income		14	10	24	15
Impairment on available-for-sale financial assets	14	(211)	-	(211)	-
Net foreign exchange gain (loss)	13	124	(287)	87	(274)
<b>NET FINANCIAL EXPENSES</b>		<b><u>€(73)</u></b>	<b><u>€(277)</u></b>	<b><u>€(100)</u></b>	<b><u>€(259)</u></b>
<b>PROFIT BEFORE INCOME TAX</b>		<b><u>€6,726</u></b>	<b><u>€9,460</u></b>	<b><u>€15,919</u></b>	<b><u>€19,116</u></b>
Income tax expense	15.1	(2,990)	(3,927)	(6,342)	(7,112)
<b>NET PROFIT</b>		<b><u>€3,736</u></b>	<b><u>€5,533</u></b>	<b><u>€9,577</u></b>	<b><u>€12,004</u></b>
<b>EARNINGS PER SHARE (€/share)</b>					
Basic	16	<b>€0.060</b>	<b>€0.089</b>	<b>€0.153</b>	<b>€0.192</b>
Diluted	16	<b>€0.060</b>	<b>€0.089</b>	<b>€0.153</b>	<b>€0.192</b>

### III Statements of Comprehensive Income (Unaudited) (in thousands of Euro)

	Notes	For the Quarter ended		For Six Months ended	
		June 30 2013	June 30 2012	June 30 2013	June 30 2012
<b>NET PROFIT</b>		<b>3,736</b>	<b>5,533</b>	<b>9,577</b>	<b>12,004</b>
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>					
Currency translation adjustments		(721)	1,944	(30)	1,284
Unrealized loss on available-for-sale financial assets		(86)	(45)	(94)	(86)
Income tax impact on unrealized loss on available-for-sale financial assets		29	16	32	31
Impairment of available-for-sale financial assets	14	211	-	211	-
Income tax impact on impairment of available-for-sale financial assets		(73)	-	(73)	-
Other comprehensive income (loss)		<b>(640)</b>	<b>1,915</b>	<b>46</b>	<b>1,229</b>
<b>TOTAL COMPREHENSIVE INCOME</b>		<b><u>€3,096</u></b>	<b><u>€7,448</u></b>	<b><u>€9,623</u></b>	<b><u>€13,233</u></b>

## IV Cash Flow Statements (Unaudited) (in thousands of Euro)

	Notes	For the Quarter ended		For Six Months ended	
		June 30 2013	June 30 2012	June 30 2013	June 30 2012
<b>CASH FLOW RELATING TO OPERATING ACTIVITIES</b>					
NET PROFIT		3,736	5,533	9,577	12,004
<i>Elimination of expenses which do not have an impact on the cash flow:</i>					
Depreciation and amortization expenses	14	141	165	293	322
Impairment of available-for-sale financial assets	14	211	-	211	-
Income tax expense	15.1	2,990	3,927	6,342	7,112
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>GROSS CASH FLOW FROM OPERATING ACTIVITIES BEFORE NET CHANGE IN OPERATING WORKING CAPITAL AND INCOME TAX PAID</b>		<b>7,078</b>	<b>9,625</b>	<b>16,423</b>	<b>19,438</b>
Change in trade receivables and other current assets		2,209	451	3,966	1,725
Change in trade payables and other current liabilities		(50)	(38)	(54)	(29)
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>NET CHANGE IN OPERATING WORKING CAPITAL</b>		<b>2,159</b>	<b>413</b>	<b>3,912</b>	<b>1,696</b>
Income tax paid		(6,106)	(10,416)	(9,051)	(11,935)
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>NET CASH FLOW FROM (USED IN) OPERATING ACTIVITIES</b>		<b>€3,131</b>	<b>€(378)</b>	<b>€11,284</b>	<b>€9,199</b>
Unrealized impact from changes in foreign currency exchange rates on cash and cash equivalents		(497)	1,087	(183)	858
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>€2,634</b>	<b>€ 709</b>	<b>€11,101</b>	<b>€10,057</b>
OPENING BALANCE		18,468	14,932	10,001	5,584
CLOSING BALANCE		21,102	15,641	21,102	15,641

## V Statements of Changes in Equity

(Unaudited)  
(in thousands of Euro)

	Share Capital	Additional paid-in capital	Currency translation adjustments	Accumulated other comprehensive loss	Retained earnings	Net profit for the period	Total Equity
<b>Position as of December 31, 2012 before appropriation of profit</b>	€625	€104	€2,891	€(76)	€(2,202)	€25,091	€26,433
Appropriation of 2012 profit	-	-	-	-	25,091	(25,091)	-
<b>Position as of December 31, 2012 after appropriation of profit</b>	€625	€104	€2,891	€(76)	€22,889	-	€26,433
Dividend (note 8)	-	-	-	-	(22,499)	-	(22,499)
Total comprehensive income for the period ended June 30, 2013	-	-	(30)	76	-	9,577	9,623
<b>Position as of June 30, 2013</b>	€625	€104	€2,861	€-	€390	€9,577	€13,557

## VI Notes to the Interim Financial Statements

*(Amounts in notes are in Euros, and tabular amounts are in thousands of Euros, except where otherwise indicated.)*

### 1) General information

#### 1.1) EURO Ressources S.A.

As a result of internal restructuring in 2012, IAMGOLD Corporation (“IAMGOLD”) transferred all of its shares in EURO Ressources S.A. (“EURO” or the “Company”) to its wholly owned subsidiary IAMGOLD France S.A.S., which owns approximately 86% of all outstanding shares of EURO.

These unaudited financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) to comply with Canadian requirements. In France, only French rules can be applied for establishment of individual accounts of listed companies.

EURO is a *Société Anonyme*, domiciled in metropolitan France with its registered office located in Paris.

#### 1.2) Description of operations

EURO owns a royalty on the Rosebel gold mine in Suriname (the “Rosebel royalty”) which is owned and operated by IAMGOLD. EURO receives quarterly payments from IAMGOLD on this royalty.

The Rosebel royalty paid by IAMGOLD applies to the first 7 million ounces of gold produced from the mine and the related payments are calculated on the basis of gold production at the Rosebel mine and the market price of gold based on the London PM fixing price. As of June 30, 2013, the Rosebel mine has produced 3.33 million ounces of gold and there remains approximately 3.67 million ounces of gold under the royalty contract. The royalty is calculated based on 10% of the excess gold market price above US\$300 per ounce for soft and transitional ore, and above US\$350 per ounce for hard rock ore, and, in each case, after deducting a fixed royalty of 2% of production paid in-kind to the Government of Suriname.

### 2) Basis of preparation

#### 2.1) Statement of compliance

These unaudited condensed interim financial statements (“interim financial statements”) of EURO as at and for the six months ended June 30, 2013 have been prepared in accordance with IAS 34, Interim Financial Reporting, and do not include all of the information required for full annual financial statements. Accordingly certain information and disclosures normally included in annual financial statements prepared in accordance with IFRS as approved by the International Accounting Standard Board (“IASB”) have been omitted or condensed.

The interim financial statements of EURO have been approved for publication by the Board of Directors on August 9, 2013.

#### 2.2) Significant accounting judgments, estimates and assumptions

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the interim financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.



### 2.3) Significant accounting policies

These interim financial statements have been prepared following the same accounting policies and methods of computation as the annual audited financial statements for the fiscal year ended December 31, 2012, except for the following new accounting standards and amendment to standards and interpretations, which were effective January 1, 2013, and applied in preparing these interim financial statements. The Company evaluated the impact of the change to its interim financial statements as a result of the new standards. These are summarized as follows:

IAS 1, Presentation of financial statements, requires entities to group items presented in other comprehensive income (OCI) on the basis of whether they can potentially be reclassified to the income statement subsequently (reclassification adjustments). The amendments do not address which items are presented in OCI and did not impact the Company's financial statements.

IFRS 10, Consolidated financial statements, IFRS 11, Joint arrangements, and IFRS 12, Disclosure of interests in other entities, did not have an impact on EURO as EURO has no subsidiary, joint arrangement or associate.

IFRS 13 replaces the fair value measurement guidance contained in individual IFRS with a single source of fair value measurement guidance, and defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. There was no impact on the Company's financial statements upon adoption of IFRS 13 on January 1, 2013. The Company provides IFRS 13 disclosure requirements, which helps users of its financial statements assess both of the following:

- For assets and liabilities that are measured at fair value on a recurring or non-recurring basis in the balance sheet after initial recognition, the valuation techniques and inputs used to develop those measurements.
- For recurring fair value measurements using significant unobservable inputs (Level 3), the effect of the measurements on profit or loss or other comprehensive income for the period.

### 2.4) Future accounting policies

The following new standards were not yet effective for the six months ended June 30, 2013, and have not been applied in preparing these interim financial statements. The Company will evaluate the impact of these changes to its financial statements as a result of the new standards. These new standards are summarized as follows:

The IASB has issued IFRS 9, Financial Instruments, which will replace IAS 39, Financial Instruments: Recognition and Measurement, and some of the requirements of IFRS 7, Financial Instruments: Disclosures. IFRS 9 is planned to be effective on January 1, 2015. The objective of IFRS 9 is to establish principles for the financial reporting of financial assets and financial liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an entity's future cash flows.

The IASB has issued amendments to IAS 32, Financial Instruments: Presentation which will be effective for the annual period beginning on January 1, 2014. These amendments clarify certain aspects of offsetting financial assets and liabilities.

### 2.5) Currency

EURO presents its financial statements in Euros (€ or Euro). The functional currency of EURO is the US dollar, since this is the currency in which its major transactions, such as income from royalties and the related cash are denominated. Certain additional information are presented in these financial statements in US dollars ("US\$") and in Canadian dollars ("C\$").

### 3) Management of financial risk

EURO is exposed to different types of financial risks:

- The market risk (principally: the market price for gold and foreign currency risk),
- The credit risk, and
- The liquidity risk.

EURO has a risk management program which monitors the volatility of financial markets and seeks to minimize the potentially unfavorable effects of that volatility for EURO's financial performance.

#### 3.1) Market risk

##### 3.1.1) Gold price risk

###### Royalty variance

EURO is exposed to the risk of changes in the market price of gold. Revenues from the Rosebel royalty are determined with reference to the average of the London PM gold price for each calendar quarter. The Rosebel royalty production is anticipated to be approximately between 384,000 and 405,000 ounces in 2013. The table below illustrates the impact of changes in the quarterly average gold price on EURO's annual revenues, based on an estimated production of 395,000 ounces:

Change in gold price per ounce (US\$/oz)	US\$100	US\$200	US\$300	US\$400
Change in royalty revenues (US\$000)	3,950	7,900	11,850	15,800

##### 3.1.2) Foreign currency translation risk

EURO is exposed to foreign currency translation risk arising from various currency exposures, primarily with respect to the Euro currency. With revenues increasing, EURO's income tax expense represents the largest foreign currency translation risk as it is denominated in the Euro currency.

(in thousands of Euro)

	Six months ended June 30, 2013	US \$	€	C\$	% exposed to currency translation risk
Revenues from ordinary activities	€16,819	€16,582	€237	€-	1%
Expenses	€7,242	€518	€6,510	€214	93%
<i>Operating</i>	€507	€249	€255	€3	51%
<i>Net financial expenses</i>	€100	€(24)	€(87)	€211	124%
<i>Income tax</i>	€6,342	€-	€6,342	€-	100%
<i>Amortization</i>	€293	€293	€-	€-	0%

#### 3.2) Credit risk

EURO is subject to a concentrated credit risk with almost 100% of its revenues receivable from one source, namely the Rosebel royalty. This royalty is payable by one company, IAMGOLD, which operates the Rosebel mine. Management considers that in view of the financial standing and nature of IAMGOLD's continuing operating activities, the risk of loss is minimal.

**3.3) Liquidity risk**

Prudent management of liquidity risk requires the retention of adequate liquidity to meet expected expenditures and possible contingencies. EURO believes that its recurring operational income is adequate to cover spending requirements. The Company is investing its surplus cash to obtain a reasonable return on its investments and to mitigate any potential risk. EURO has specific guidelines that are followed under its short-term investment policy. EURO reviews its strategies for investments on a quarterly basis and ensures that ratings of financial institutions have remained excellent and that there are no better investment opportunities. The objective is to ensure reasonable shareholders' return and appropriate safeguard of the Company's assets.

**4) Intangible assets  
(in thousands of Euro)**

The carrying values of the intangible assets of EURO are set out in the tables below:

	December 31, 2012	Increase	Translation adjustment	June 30, 2013
<b><u>Gross values</u></b>				
Rosebel	11,636	-	101	11,737
<b>Total</b>	<b>€11,636</b>	<b>€-</b>	<b>€101</b>	<b>€11,737</b>
<b><u>Accumulated amortization</u></b>				
Rosebel	(5,401)	(293)	(48)	(5,742)
<b>Total</b>	<b>€(5,401)</b>	<b>€(293)</b>	<b>€(48)</b>	<b>€(5,742)</b>
<b><u>Net values</u></b>				
Rosebel	6,235	(293)	53	5,995
<b>Total</b>	<b>€6,235</b>	<b>€(293)</b>	<b>€53</b>	<b>€5,995</b>

**5) Available-for-sale financial assets  
(in thousands of Euro)**

	June 30, 2013	December 31, 2012
Marketable securities <sup>1</sup>	109	206
<b>Total</b>	<b>€109</b>	<b>€206</b>

- 1 Shares received from COLUMBUS Gold Corporation ("COLUMBUS") on December 21, 2011 in connection with the pre-exercise payment from the Option agreement entered into on December 5, 2011 and shares received on August 31, 2012 in connection with the amendment to the Option agreement signed on July 25, 2012 (note 19). During the second quarter of 2013, EURO reviewed the value of its available-for-sale financial assets for objective evidence of impairment based on both quantitative and qualitative criteria and determined that an impairment charge of €0.21 million was required (note 14).

**6) Trade receivables and other current assets**  
(in thousands of Euro)

Current assets	June 30, 2013	December 31, 2012
Trade receivables <sup>1</sup>	7,212	11,131
<b>Subtotal of trade receivables</b>	<b>€7,212</b>	<b>€11,131</b>
Tax and social security receivables	49	27
Prepaid expenses	11	-
<b>Subtotal of other current assets</b>	<b>€60</b>	<b>€27</b>
Current income tax receivable	732	-
<b>Subtotal of tax receivable</b>	<b>€732</b>	<b>€-</b>
<b>Total</b>	<b>€8,004</b>	<b>€11,158</b>

<sup>1</sup> Trade receivables included €7.1 million of amounts receivable from IAMGOLD at June 30, 2013 (€10.98 million at December 31, 2012).

**7) Cash and cash equivalents**  
(in thousands of Euro)

	June 30, 2013	December 31, 2012
Cash equivalents <sup>1,2</sup>	1,218	1,206
Cash <sup>1,2</sup>	19,884	8,795
<b>Total</b>	<b>€21,102</b>	<b>€10,001</b>

<sup>1</sup> There is no difference between the fair value and the carrying amount.

<sup>2</sup> Almost 100% of EURO's available cash is held in US dollars.

Through the first six months ended June 30, 2013, EURO continued to invest some of its excess liquidity in money market investments that were compliant with its short-term investment strategy to ensure reasonable return with an appropriate level of risk.

**8) Share capital**

As of June 30, 2013, the Company's share capital comprised 62,496,461 common shares with a nominal value of €0.01 per share. There were no shares issued during the first six months of 2013.

In May 2013, the board of directors recommended a maximum dividend in the amount of €24,999,000 (€0.40 per share), subject to the Company having sufficient disposable funds on Tuesday, August 6, 2013. On June 25, 2013, the shareholders approved said recommendation and granted all necessary power to the Board of Directors to adjust, if necessary, this maximum amount with the Company's on-going operational needs. On June 25, 2013, based on the resolution adopted by the shareholders, the financial situation of the Company and the Company's ongoing operational needs, the board of directors determined the amount of the dividend to be €22,499,000 (€0.36 per share). The dividend in the amount of €0.36 per share was paid to shareholders on August 6, 2013.

Any future distributions of dividends will be proposed by the Board of Directors after taking into account various factors, including EURO's net profit, financial condition, current and anticipated cash needs, and will be subject to shareholders' approval. The amount of distributable dividends will be based on the annual financial statements prepared in accordance with French GAAP.

	Number of shares	Nominal value per share	Share capital (in 000 Euro)	Additional paid-in capital (in 000 Euro)
As at December 31, 2012	62,496,461	€0.01	€625	€104
As at June 30, 2013	62,496,461	€0.01	€625	€104

## 9) Trade payables and other current liabilities (in thousands of Euro)

	June 30, 2013	December 31, 2012
<b>Trade payables</b>	<b>€123</b>	<b>€147</b>
Tax and social security liabilities	46	73
Intercompany with IAMGOLD	18	24
Directors' fees	15	12
<b>Other current liabilities</b>	<b>€79</b>	<b>€109</b>
<b>Dividend payable</b>	<b>€22,499</b>	<b>-</b>
<b>Current income tax payable</b>	<b>-</b>	<b>1,939</b>
<b>Total current liabilities</b>	<b>€ 22,701</b>	<b>€ 2,195</b>

## 10) Fair value measurements

The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy categorizes into three levels the inputs to valuation techniques used to measure fair value. The fair value hierarchy gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly such as derived from prices.
- Level 3 inputs are unobservable inputs for the asset or liability.

### 10.1) Assets and liabilities measured at fair value on a recurring basis

At June 30, 2013, the Company's assets and liabilities recorded at fair value were as follows:

Financial assets	Level 1	Level 2	Level 3	Total
Marketable securities	109	-	-	109
<b>Total</b>	<b>€109</b>	<b>€-</b>	<b>€-</b>	<b>€109</b>

**10.2) Valuation techniques**

## Marketable securities

The fair value of available-for-sale marketable securities included in Level 1 is determined based on a market approach. The closing price is a quoted price from the exchange market that is the principal active market for that particular security.

**11) Revenues from ordinary activities**  
(in thousands of Euro)

	Six months ended June 30	
	2013	2012
Rosebel royalty	16,582	19,933
Other revenues	237	206
<b>Total revenues from ordinary activities</b>	<b>€ 16,819</b>	<b>€ 20,139</b>

Revenues from ordinary activities are derived from two categories of activity:

- royalties related to the operation of the Rosebel mine, and
- royalties related to mining operations by third parties in French Guiana.

**12) Operating expenses**  
(in thousands of Euro)

	Six months ended June 30	
	2013	2012
Administrative costs	257	253
Directors' fees	39	36
Audit fees	34	57
Legal fees	81	46
Legal exchange and listing fees	30	30
Operating taxes	66	20
<b>Total operating expenses</b>	<b>€507</b>	<b>€442</b>

**13) Net foreign exchange gain/loss**  
(in thousands of Euro)

	Six months ended June 30	
	2013	2012
Foreign exchange gain (loss) related to the revaluation of bank accounts denominated in euro	(16)	100
Foreign exchange gain (loss) related to the revaluation of the dividend payable	93	(160)
Foreign exchange loss related to the revaluation and payment of taxes	(5)	(207)
Foreign exchange gain (loss) related to the revaluation of other balance sheet accounts	15	(7)
<b>Net foreign exchange gain (loss)</b>	<b>€87</b>	<b>€(274)</b>

**14) Amortization and impairment expenses**  
(in thousands of Euro)

	Six months ended June 30	
	2013	2012
Amortization charge in respect of intangible assets (note 4)	293	322
<b>Total amortization expense</b>	<b>€293</b>	<b>€322</b>
Impairment expense on available-for-sale financial assets (note 5)	211	-
<b>Total impairment expenses</b>	<b>€211</b>	<b>-</b>

**15) Income tax**  
(in thousands of Euro)**15.1) Tax reconciliation**

The income tax expense differs from the amount that would have been computed by applying the income tax rate for corporations in France of 34.43% in the first six months of 2013 (first six months of 2012: 34.43%) to profit before income tax. The reasons for the differences are as follows:

	Six months ended June 30	
	2013	2012
<b>Profit before income tax</b>	<b>€15,919</b>	<b>€19,116</b>
Theoretical tax calculated at the corporate income tax rate applicable in the country	(5,481)	(6,563)
Tax effects of C.V.A.E. (value added tax)	(172)	(263)
Taxes on dividend	(672)	-
Translation adjustment	(17)	(286)
<b>Income tax expense</b>	<b>€(6,342)</b>	<b>€(7,112)</b>

**15.2) Current and deferred income tax expense  
(in thousands of Euro)**

	Six months ended June 30	
	2013	2012
Current income tax expense	(6,340)	(7,109)
Deferred income tax expense on temporary differences	(2)	(3)
<b>Total</b>	<b>€(6,342)</b>	<b>€(7,112)</b>

**15.3) Deferred tax liabilities**

Deferred tax liabilities amounted to €99,000 at the end of June 2013, all of which pertain to temporary differences, mostly due to the value added tax (*Cotisation sur la Valeur Ajoutée des Entreprises* ("C.V.A.E.")). There are no tax losses carried forward.

**16) Earnings per share  
(in thousands of Euro, except per share amount)**

Earnings per share are calculated based on the net profit attributable to EURO divided by the average number of shares in issue during the fiscal period (excluding treasury stock).

	Six months ended June 30	
	2013	2012
Net profit attributable to holders of common shares	€ 9,577	€ 12,004
Weighted average number of common shares	62,496,461	62,496,461
<b>Earnings per share (€/share)</b>		
Basic	<b>€0.153</b>	<b>€0.192</b>
Diluted	<b>€0.153</b>	<b>€0.192</b>

**17) Related parties**

Information on related parties:

<b>Presentation of related parties</b>	IAMGOLD, through its indirect wholly owned subsidiary IAMGOLD France S.A.S., is the indirect majority shareholder of EURO with approximately 86% of all outstanding and diluted shares.
<b>Nature of relationship between related parties</b>	Management fees incurred with IAMGOLD during the first six months of 2013 were €0.11 million (first six months of 2012: €0.11 million) and payable at June 30, 2013 were €0.02 million (December 31, 2012: €0.02 million).



**18) Assets held for sale**  
(in thousands of Euro)

As at June 30, 2013, EURO's assets held for sale are summarized as follows:

Assets classified as held for sale	June 30, 2013	December 31, 2012
<i>Paul Isnard PER</i> (costs of mining exploration incurred for the Paul Isnard Permit ( <i>Permis Exclusif de Recherche</i> ) ("PER"))	4,202	4,166
<i>Accumulated depreciation on Paul Isnard PER</i>	(3,629)	(3,598)
Subtotal Paul Isnard PER (net carrying amount)	573	568
Intangible asset related to the royalty on gold production from the Paul Isnard concessions receivable from AUPLATA	574	569
<b>Total</b>	<b>€1,147</b>	<b>€1,137</b>

The "Paul Isnard Properties" are comprised of eight mineral concessions held by SOTRAPMAG and the Paul Isnard PER held by EURO, (collectively, the "Paul Isnard Properties").

- Paul Isnard PER

In January 2010, EURO was notified by the French Authorities that the PER could not be renewed after November 2010. For this reason, EURO in agreement with AUPLATA applied for an operating permit (*Permis d'exploitation* ("PEX")), which was filed on November 30, 2010. This application expired on May 30, 2013. This application also encompasses a transfer of the PEX to SOTRAPMAG, once granted. The PEX covers a much smaller area (14.4 square kilometers), but the area that it covers has been subject to a prefeasibility study. No application for a PEX can be made if it cannot be demonstrated that substantial work has been performed and that there is economic viability. Although, the PEX had not been granted due to an implicit rejection by the French authorities, EURO still considers the PEX to have a recoverable value of US\$750,000 (€573,000) for the following reasons:

- 1) COLUMBUS has acquired a 100% indirect interest in the Paul Isnard Properties (see note 19)
- 2) As a result of the Rejection Decision, on July 29, 2013, EURO has filed with the French authorities a first appeal for the purpose of obtaining the PEX and the simultaneous assignment of said PEX to SOTRAPMAG, as requested on November 29, 2010
- 3) In 2012 and the first six months of 2013, the price of gold has remained elevated, which could justify expedient exploration and exploitation on these properties.

- Intangible asset related to the royalty on gold production from the Paul Isnard concessions

On October 22, 2010, SOTRAPMAG was transferred to AUPLATA and EURO recorded an intangible asset related to the royalty on gold production from the concessions in the amount of US\$750,000 (€574,000).

**19) Option agreement with COLUMBUS**

On December 5, 2011, EURO entered into an Option agreement (the "Option") with COLUMBUS that would allow for the restructuring of the Paul Isnard Royalty ("royalty on gold production from the Paul Isnard concessions, and the Paul Isnard PER"). On July 25, 2012, EURO signed an amendment to the Option with COLUMBUS and received 650,000 additional shares in consideration of granting the extension. The Option provides COLUMBUS with the ability to purchase from EURO the existing Paul Isnard Royalty in return for cash, shares of COLUMBUS and a retained net smelter royalty.

On February 4, 2013, COLUMBUS provided EURO with the Earn-in Notice, confirming that on January 16, 2013, it had taken a 100% direct interest in all of the outstanding shares of SOTRAPMAG and had acquired a 100% indirect interest in the Paul Isnard Properties.

In 2011 and 2012 EURO received the following shares and cash from COLUMBUS in connection with the Option agreement:

- 887,017 shares (which represents less than 0.3% of all outstanding shares of COLUMBUS, excluding warrants and options).
- C\$133,333 (€98,000), including C\$ 50,000 (€39,000) for first annual maintenance fee.

At June 30, 2013, these 887,017 shares were valued at €109,000, due to an impairment charge of €211,000 (see notes 5 and 14).

The original agreement stated that if COLUMBUS completed a subsequent equity offering, before the exercise of the Option, at a share price that was less than the original deemed share price (C\$0.65 per share), there would be an automatic adjustment upward of the total Option exercise shares received by EURO. COLUMBUS completed an equity offering in May 2012 at C\$0.55 per share and as a consequence, COLUMBUS upon exercise of the Option, will give EURO additional shares.

Therefore, once the Option has been exercised, COLUMBUS must make the following payments:

- C\$4.2 million cash,
- 15,274,976 shares of COLUMBUS (approximately 14.9 % of existing shares (excluding warrants and options) subject to possible upward adjustments based on certain events and the volume weighted average price at the time of the exercise, and
- A 1.8% net smelter royalty on the first 2 million ounces of gold followed by a 0.9% net smelter royalty on the next 3 million ounces of gold. This royalty is capped at 5 million ounces.

On January 16, 2013, the royalty agreement initially signed on October 22, 2010 between COLUMBUS and AUPLATA was transferred to COLUMBUS. AUPLATA remains jointly and severally liable with COLUMBUS for all obligations resulting from the royalty agreement. No consideration was given to EURO in connection with the transfer of the royalty agreement.

The Option expires on November 25, 2013 if not exercised. The approval or non-approval of the PEX by the French authorities does not change the terms and conditions of the Option agreement.