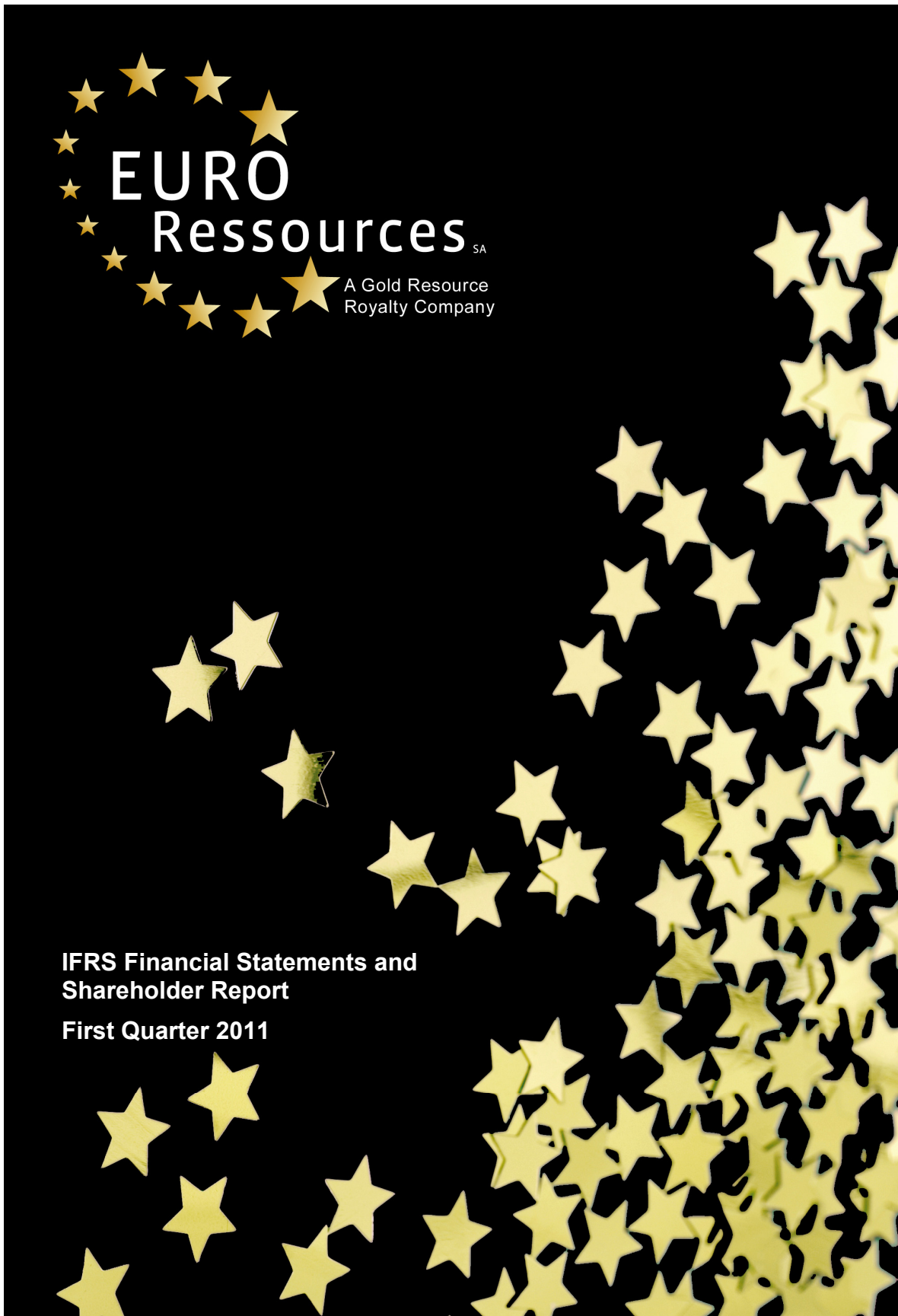




**IFRS Financial Statements and  
Shareholder Report  
First Quarter 2011**



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## I Balance Sheets

(in thousands of Euro)

	Notes	As at March 31 2011	As at December 31 2010
<b>NON-CURRENT ASSETS</b>		<b><u>€7,388</u></b>	<b><u>€8,043</u></b>
Intangible assets	4 & 16	7,388	8,043
<b>CURRENT ASSETS</b>		<b><u>€29,825</u></b>	<b><u>€23,792</u></b>
Trade receivables	5	7,974	9,897
Other current assets	5	69	37
Cash and cash equivalents	6	21,253	13,294
Assets classified as held for sale	16	529	564
<b>TOTAL ASSETS</b>		<b><u>€37,213</u></b>	<b><u>€31,835</u></b>
<b>EQUITY</b>		<b><u>€29,947</u></b>	<b><u>€26,177</u></b>
Issued capital stock	7	625	625
Additional paid-in capital	7	29,477	29,477
Other reserves		(5,435)	(22,446)
Net profit for the year		5,280	18,521
<b>TOTAL EQUITY</b>		<b><u>€29,947</u></b>	<b><u>€26,177</u></b>
<b>NON-CURRENT LIABILITIES</b>		<b><u>128</u></b>	<b><u>143</u></b>
Deferred tax liability	13.3	128	143
<b>CURRENT LIABILITIES</b>		<b><u>€7,138</u></b>	<b><u>€5,515</u></b>
Trade payables	8	241	198
Other liabilities	8	85	100
Current Income tax payable	8	6,812	5,217
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b><u>€37,213</u></b>	<b><u>€31,835</u></b>

## II Income Statements

(in thousands of Euro)

	Notes	Quarter Ended	
		March 31 2011	March 31 2010
Revenues from ordinary activities	9	7,895	5,607
Operating expenses	10	(233)	(253)
Depreciation and amortization expenses	12	(160)	(147)
<b>OPERATING PROFIT</b>		<b><u>€7,502</u></b>	<b><u>€5,206</u></b>
<b>NET FINANCIAL INCOME</b>	11	<b><u>€5</u></b>	<b><u>€7</u></b>
<b>PROFIT BEFORE TAX</b>		<b><u>€7,507</u></b>	<b><u>€5,214</u></b>
Income tax expense	13	(2,227)	(1,745)
<b>NET PROFIT</b>		<b><u>€5,280</u></b>	<b><u>€3,469</u></b>
<b>EARNINGS PER SHARE</b>			
Basic	14	<b>€0.084</b>	<b>€0.056</b>
Diluted		<b>€0.084</b>	<b>€0.056</b>

### III Statements of Comprehensive Income

(in thousands of Euro)

	For Three Months Ended	
	March 31 2011	March 31 2010
PROFIT FOR THE PERIOD	5,280	3,469
OTHER COMPREHENSIVE INCOME		
Currency translation differences	(1,510)	1,503
<i>Other comprehensive income (loss) for the period</i>	<i>(1,510)</i>	<i>1,503</i>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b><u>€3,770</u></b>	<b><u>€4,972</u></b>

## IV Cash Flow Statements

(in thousands of Euro)

	Quarter Ended		
	Notes	March 31 2011	March 31 2010
<b>CASH FLOW RELATING TO OPERATING ACTIVITIES</b>			
NET PROFIT		5,280	3,469
<i>Elimination of expenses which do not have an impact on the cash flow and/or are not related to operating activities:</i>			
Depreciation and amortization expenses	12	160	147
Income tax expense	13	2,227	1,745
<b>GROSS CASH FLOW FROM OPERATIONS GENERATED BY COMPANY BEFORE NET CHANGE IN OPERATING WORKING CAPITAL</b>		<b>7,667</b>	<b>5,361</b>
Change in trade receivables and other current assets		1,319	207
Change in trade payables and other current liabilities		74	53
<b>NET CHANGE IN OPERATING WORKING CAPITAL</b>		<b>1,393</b>	<b>261</b>
Income tax paid		(260)	-
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>		<b>€8,800</b>	<b>€5,622</b>
<b>CASH FLOW RELATING TO FINANCING ACTIVITIES</b>			
Reimbursement of derivative financial instrument		-	(2,610)
<b>CASH FLOW RELATING TO FINANCING ACTIVITIES</b>		<b>€-</b>	<b>€(2,610)</b>
Impact of changes in foreign exchange rates or cash and cash equivalents		(841)	727
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>		<b>€7,959</b>	<b>€3,739</b>
OPENING BALANCE		13,294	11,511
CLOSING BALANCE		21,253	15,250
INCREASE/(DECREASE)		€7,959	€3,739

## V Statement of Changes in Equity

(in thousands of Euro)

	Share Capital	Additional paid-in capital	Translation adjustments	Retained earnings	Profit for the year	Total Equity
<b>Position as of December 31, 2010 before appropriation of profit</b>	625	29,477	3,303	(25,749)	18,521	26,177
Appropriation of 2010 profit				18,521	(18,521)	-
<b>Position as of December 31, 2010 after appropriation of profit</b>	625	29,477	3,303	(7,228)	-	26,177
Total comprehensive income for the period ended March 31, 2011			(1,510)		5,280	3,770
<b>Position as of March 31, 2011</b>	625	29,477	1,793	(7,228)	5,280	29,947

## VI Notes to the Financial Statements

### 1) General information

#### 1.1) EURO Ressources

Effective December 2, 2008, IAMGOLD Corporation (“IAMGOLD”) became the parent company of EURO when it acquired 43.4 million shares (being 71.6% of the Company) through a successful tender offer. The tender offer was then re-opened, and by December 31, 2008, IAMGOLD had acquired additional shares to own 52.8 million shares, or 84.5% of the Company. From January 1, 2009 to March 31, 2011, IAMGOLD acquired additional shares of the company increasing its ownership to approximately 86%.

The financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) to comply with Canadian requirements. As at December 31, 2010, following the sale of its sole subsidiary, SOTRAPMAG, in October 2010, EURO no longer prepares and publishes consolidated financial accounts. 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.

These financial statements have been approved for publication by the Board of Directors on May 11, 2011.

#### 1.2) Description of operations

EURO’s operations are within the gold mining sector.

In 2004, EURO completed the acquisition of a royalty interest on the Rosebel mine in Suriname, operated by IAMGOLD. Until IAMGOLD’s acquisition of EURO in late 2008, EURO’s strategy was to acquire additional royalty interests on gold mining operations of a similar nature.

EURO’s main source of revenue is the royalty relating to the Rosebel mine in Suriname. Operations at the mine are neither of a seasonal nor cyclical nature. Royalties are payable to EURO based on the volume of gold production from the mine and the market price of gold.

The Rosebel royalty payable by IAMGOLD applies to the first 7 million ounces of gold produced from the mine and is calculated on the basis of gold production at the Rosebel mine and the market price of gold based on the London pm fixing price. This amount is calculated based on 10% of the excess gold quarterly market price above US\$300 per ounce for gold production from the soft and transitional rock portions, and above US\$350 per ounce from the hard rock of the Rosebel property, and, in each case, after deducting a fixed royalty of 2% of production paid in-kind to the Government of Suriname.

#### 1.3) List of companies

As at March 31, 2011 the financial statements only comprise the accounts of EURO. There has been a change in EURO’s consolidation scope during 2010, since SOTRAPMAG was transferred to AUPLATA on October 22, 2010:

<b>Company</b>	EURO Ressources S.A.
<b>Identification Number</b>	390 919 082 00029
<b>Consolidation Method 2011</b>	Parent Company
<b>% Control March 31, 2011</b>	Parent Company
<b>% Interest March 31, 2011</b>	100%



## 2) Basis of accounting and presentation

### 2.1) Standards

The financial statements are prepared in accordance with IFRS as approved by the International Accounting Standard Board ("IASB").

Financial statements for the period ended March 31, 2011 have been prepared using the historical cost basis of accounting adjusted by revaluation through profit or loss of financial liabilities in order to recognize derivative financial instruments at their fair value.

EURO prepares its financial accounts in Euros (€ or Euro) and presents its statements in Euros. However, 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 is presented in these consolidated financial statements in US dollars ("\$").

#### 2.1.1 Revisions, amendments and interpretations to the published standards which took effect in 2011

Since the beginning of 2011, there have been no new revisions, amendments and interpretations to the published standards. The latest revisions, amendments and interpretations to the published standards can be found in EURO's 2010 IFRS Financial Statements and Shareholder Report.

#### 2.1.2 Standards, and interpretations and amendments to existing standards, pending application

The following new standards, amendments to standards and interpretations have been issued, but are not effective for the financial year beginning January 1, 2011. These standards do not apply to EURO:

- IAS 21 – The effects of changes in foreign exchange rates
- IAS 28 – Investments in associates
- IAS 31 – Interests in joint ventures
- IAS 32 – Classification of rights issues
- IFRS 3R – Business Combinations (Amendments)
- IFRIC 13 – Customer loyalty programs
- IFRIC 14 – Limit on defined benefit asset minimum funding requirements and their interaction

## 3) Management of financial risk

EURO's activities expose it to different types of financial risks:

- The market risk (principally: the market price for gold, foreign currency risk and risk of changes in value of derivative instruments due to fluctuation in interest rates),
- The credit risk, and
- The liquidity risk.

EURO has a risk management program which monitors the volatility of the financial markets and which 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. Its revenue from the Rosebel royalty is determined with reference to the average of the London PM gold price for each calendar quarter. The Rosebel royalty production in 2010 was 416,000 ounces and is anticipated to be approximately between 380,000 and 400,000 ounces in 2011. The table below illustrates the impact of changes in the calendar quarter average gold price on EURO's revenue, based on 380,000 ounces of production:

Gold price/oz change –average per quarter	\$25	\$50	\$75	\$100
Change in royalty revenues (US\$000)	950	1,900	2,850	3,800

**3.1.2) Foreign currency translation risk**

EURO is exposed to foreign currency translation risk arising from various currency exposures, primarily with respect to Euro. Operational costs incurred in Euros exceed revenues denominated in Euros, however, this risk is considered negligible since the excess of Euro denominated expenses over revenues is a small proportion of total expenses.

(in €000s)		US \$	€	C\$	% exposed to currency translation risk
Revenues	€7,895	€7,824	€71	-	1%
Expenses	€398	€267	€109	€22	33%
Operational	€233	€102	€109	€22	56%
Financial	€5	€5	-	-	0%
Amortization	€160	€160	-	-	0%

**3.2) Credit risk**

EURO is subject to a concentrated credit risk with almost 100% of its revenue 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 small.

**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. Since October 2009, the Company has been investing its surplus cash to maximize profits 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 not better investment opportunities. The objective is to ensure reasonable shareholder 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 2010	Increase	Decrease/ Reversal	Transferred to assets held for sale	Translation adjustment	March 31 2011
<b><u>Gross values</u></b>						
Rosebel	11,554	-	-	-	(718)	10,836
Paul Isnard concessions	574	-	-	-	(37)	537 <sup>1</sup>
<b>Total</b>	<b>€12,128</b>	<b>€-</b>	<b>€-</b>	<b>€-</b>	<b>€(755)</b>	<b>€11,373</b>
<b><u>Amortization / Depreciation</u></b>						
Rosebel	(4,085)	(160)	-	-	260	(3,985)
Paul Isnard concessions	-	-	-	-	-	-
<b>Total</b>	<b>€(4,085)</b>	<b>€(160)</b>	<b>€-</b>	<b>€-</b>	<b>€260</b>	<b>€(3,985)</b>
<b><u>Net values</u></b>						
Rosebel	7,469	(160)	-	-	(459)	6,850
Paul Isnard Concessions	574	-	-	-	(37)	537
<b>Total</b>	<b>€8,043</b>	<b>€(160)</b>	<b>€-</b>	<b>€-</b>	<b>€(495)</b>	<b>€7,388</b>

<sup>1</sup> Non-monetary asset in exchange for transfer of SOTRAPMAG to AUPLATA in the amount of €537,000 (US\$750,000), see also note 16.

#### 5) Trade receivables and other current assets (in thousands of Euro)

Current assets	March 31 2011	December 31 2010
Trade receivables <sup>1</sup>	7,974	9,897
<b>Subtotal of trade receivables</b>	<b>7,974</b>	<b>9,897</b>
Tax and social security receivables	55	35
Prepaid expenses	14	2
<b>Subtotal other current assets</b>	<b>69</b>	<b>37</b>
<b>Total</b>	<b>€8,043</b>	<b>€9,934</b>

<sup>1</sup> Trade receivables include €7.845 million of amounts receivable from IAMGOLD.

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

	March 31 2011	December 31 2010
Cash equivalents <sup>1,2</sup>	1,119	1,193
Cash <sup>2</sup>	20,134	12,101
<b>Total</b>	<b>€21,253</b>	<b>€13,294</b>

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

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

In October 2009 EURO began investing 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 (see Note 3.3).

**7) Share capital**

As of March 31, 2011, the Company's share capital comprises 62,496,461 common shares with a nominal value of €0.01 per share.

There were no shares issued during the first quarter of 2011:

	Number of shares	Nominal value	Share Capital (in 000 Euro)	Additional paid-in capital (in 000 Euro)
<b>As at December 31, 2010</b>	<b>62,496,461</b>	<b>€0.01</b>	<b>€625</b>	<b>€29,477</b>
<b>As at March 31, 2011</b>	<b>62,496,461</b>	<b>€0.01</b>	<b>€625</b>	<b>€29,477</b>

**8) Trade payables and other current liabilities**  
(in thousands of Euro)

	March 31, 2011	December 31, 2010
Trade payables	241	198
Tax and social security liabilities	57	70
Intercompany with IAMGOLD	17	18
Other liabilities <sup>1</sup>	11	12
Current income tax payable	6,812	5,217
<b>Total</b>	<b>€ 7,138</b>	<b>€ 5,515</b>

<sup>1</sup> Other liabilities mainly comprise directors' fees due in respect of the fourth quarter of 2010 and the first quarter of 2011.

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

	For quarter ended March 31	
	2011	2010
Rosebel royalty	7,824	5,575
Other revenues	71	32
<b>Total revenues from ordinary activities</b>	<b>€ 7,895</b>	<b>€ 5,607</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.

The predominant source of revenue from ordinary activities is from royalty income related to operations at the Rosebel mine.

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

	For quarter ended March 31	
	2011	2010
Administrative costs	114	104
Directors' fees	16	20
Audit fees	42	44
Legal fees	36	65
Legal exchange and listing fees	8	12
Professional taxes	17	10
Costs related to the security of the Paul Isnard properties	-	(2)
<b>Total Operational Expenses</b>	<b>€233</b>	<b>€253</b>

**11) Financial income and expenses**  
(in thousands of Euro)

	For quarter ended March 31	
	2011	2010
<b>Net financial income</b>	<b>€5</b>	<b>€7</b>

**12) Depreciation and amortization expenses / reversal**  
(in thousands of Euro)

	For quarter ended March 31	
	2011	2010
Amortization charge in respect of intangible assets (note 4)	160	147
<b>Total expenses</b>	<b>€160</b>	<b>€147</b>

**13) Tax**  
(in thousands of Euro)**13.1) Tax Reconciliation**

Reconciliation of the theoretical tax liability calculated at the tax rate applicable to corporations in France may be reconciled to the effective tax as follows:

	For quarter ended March 31	
	2011	2010
<b>Profit before tax</b>	<b>€7,507</b>	<b>€5,214</b>
Theoretical tax calculated at the legal rate applicable in the country of each subsidiary	(2,577)	(1,790)
Tax effects of CVAE (property tax)	(101)	(50)
Translation adjustment	451	95
<b>Effective tax</b>	<b>€(2,227)</b>	<b>€(1,745)</b>

The corporate income tax rate applied for the first quarter of 2010 and 2011 is 34 1/3%

**13.2) Current income tax expense**

Corporate income tax expense comprises the following:

	For quarter ended March 31	
	2011	2010
Current income tax expense	(2,227)	(922)
Deferred tax expense on temporary differences and tax losses carried forward	-	(823)
<b>Total</b>	<b>€(2,227)</b>	<b>€(1,745)</b>

**13.3) Deferred taxes**

Deferred tax liabilities amount to €0.13 million, all of which pertains to temporary differences, mostly due to the C.V.A.E. (property tax). There are no tax losses carried forward.

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

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

	For quarter ended March 31	
	2011	2010
Net profit attributable to holders of common shares	€ 5,280	€ 3,469
Weighted average number of common shares	62,496,461	62,496,461
<b>Earnings per share (€/share)</b>		
Basic	<b>€0.084</b>	<b>€0.056</b>
Diluted	<b>€0.084</b>	<b>€0.056</b>

**15) Related parties**

Information on Related Parties:

	IAMGOLD
<b>Presentation of related parties</b>	IAMGOLD is majority shareholder of EURO Ressources S.A. (approximately 86% of all outstanding and diluted shares)
<b>Nature of relationship between related parties</b>	Management Fees incurred to date are €0.05 million and payable at March 31, 2011 are €0.017 million.

**16) Assets held for sale**

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

On October 22, 2010, SOTRAPMAG was effectively transferred to AUPLATA. EURO has recorded an intangible asset related to the royalty on AUPLATA in the amount of \$750,000 (see note 4).

The Permis Exclusif de Recherches ("PER"), which will be replaced by the Permis d'Exploitation ("PEX"), will be transferred to SOTRAPMAG once it has been granted by the French authorities.

In January 2010, EURO was notified by the Ministry of ecology, energy, sustainable development and the sea, in charge of green technologies and climate negotiations, 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 also encompasses a transfer of the PEX to SOTRAPMAG, once granted. The PEX will cover 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.

As a result of the settlement agreement with GOLDEN STAR for the transfer of Paul Isnard properties, the recoverable value of the PER was updated as at December 31, 2009. At the end of 2010, it was determined that this value still is justified based on the following reasons:

- 1) The mining schema ("schéma minier") in French Guiana is still pending and the areas in French Guiana where exploration and exploitation are permitted are still under review.

- 2) A third party has entered into an option agreement with AUPLATA related to the Paul Isnard properties.
- 3) In 2010, the price of gold has reached record levels, which could justify expedient exploration and exploitation on these properties.

As a consequence, as at March 31, 2011, EURO maintains the reinstatement of the PEX value of US\$750,000 (€529,000) on its books.

The assets representing EURO's interest in the PER have been presented as "Held for Sale" as at March 31, 2011 and December 31, 2010 as summarized in the table below:

<b>Assets classified as held for sale</b> (in 000 Euro)	<b>March 31 2011</b>	<b>December 31 2010</b>
Paul Isnard	3,880	4,136
Depreciation of Paul Isnard	(3,351)	(3,572)
<b>Total</b>	<b>€529</b>	<b>€564</b>