EURASIAN MINERALS INC.
CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)

September 30, 2010

The accompanying unaudited interim consolidated financial statements of Eurasian Minerals Inc. for the six months ended September 30, 2010 have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These interim consolidated financial statements have not been reviewed by the Company's external auditors.

EURASIAN MINERALS INC.
CONSOLIDATED BALANCE SHEETS
(Expressed in Canadian dollars)
(Unaudited – Prepared by Management)

	September 30, 2010	March 31, 2010
ASSETS		
Current		
Cash and cash equivalents	$ 14,494,908	$ 11,095,799
Investments (Note 5)	1,189,821	2,875,968
Receivables	1,257,139	570,836
Prepaid expenses	369,327	150,996
	17,311,195	14,693,599
Restricted cash	210,201	236,558
Equipment (Note 6)	320,060	375,015
Mineral properties (Note 7)	10,627,323	10,109,487
Investment in EBX (Note 7)	111,030	-
Reclamation bonds	352,648	273,583
	$ 28,932,457	$ 25,688,242
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	$ 817,680	$ 718,031
Advances from joint venture partners	414,722	382,874
	1,232,402	1,100,905
Future income tax liability	3,283,253	3,131,547
	4,515,655	4,232,452
Shareholders' equity		
Capital stock (Note 8)	38,526,584	31,984,129
Commitment to issue shares (Note 8)	146,897	100,365
Contributed surplus (Note 8)	4,723,360	3,407,896
Accumulated other comprehensive income	83,964	864,848
Deficit	(19,064,003)	(14,901,448)
	24,416,802	21,455,790
	$ 28,932,457	$ 25,688,242

Nature of operations (Note 1)
Subsequent events (Note 13)

On behalf of the Board:

Signed: *"David M. Cole"* Director   Signed: *"George Lim"* Director

The accompanying notes are an integral part of these consolidated financial statements.

EURASIAN MINERALS INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT
(Expressed in Canadian dollars)
SIX MONTHS ENDED SEPTEMBER 30
(Unaudited – Prepared by Management)

	Three Months Ended		Six Months Ended	
	September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009
EXPLORATION EXPENDITURES (Note 7)	$ 2,544,253	$ 2,250,188	$ 4,696,873	$ 4,443,383
Less: recoveries	(2,062,189)	(1,775,736)	(3,237,261)	(3,133,521)
	482,064	474,452	1,459,612	1,309,862
GENERAL AND ADMINISTRATIVE EXPENSES				
Administrative services and office costs	275,697	147,484	389,813	274,004
Amortization	359	2,695	737	5,603
Consulting	259,066	152,981	616,189	254,136
Investor relations and shareholder information	60,456	46,985	98,246	166,505
Professional fees	133,083	60,797	216,890	99,688
Stock-based compensation (Note 8)	571,103	15,937	1,863,001	293,239
Transfer agent and filing fees	30,076	40,037	38,387	42,769
	1,329,840	466,916	3,223,263	1,135,944
Loss before other items	(1,811,904)	(941,368)	(4,682,875)	(2,445,806)
OTHER ITEMS				
Foreign exchange gain (loss)	(19,784)	(105,750)	(11,587)	(313,718)
Gain on sale of investments	161,476	202,618	804,943	200,697
Change in fair value of held-for-trading investments	57,251	(9,911)	(105,076)	(23,184)
Loss on dilution of investment (Note 7)	(22,951)	-	(142,400)	-
Interest income	40,605	8,095	66,751	61,154
	216,597	95,052	(612,631)	(75,051)
Loss before income taxes	(1,595,307)	(846,316)	(4,070,244)	(2,520,857)
Income tax expense	(111,554)	-	(92,311)	-
Net (loss) for the period	(1,706,861)	(846,316)	(4,162,555)	(2,520,857)
Deficit, beginning of period	(17,357,142)	(11,865,875)	(14,901,448)	(10,191,334)
Deficit, end of period	$ (19,064,003)	$ (12,712,191)	$ (19,064,003)	$ (12,712,191)
LOSS PER SHARE INFORMATION				
Basic and diluted loss per common share	$ (0.05)	$ (0.03)	$ (0.12)	$ (0.08)
Weighted average number of common shares outstanding	36,931,735	28,569,645	35,973,379	28,549,391

The accompanying notes are an integral part of these consolidated financial statements.

EURASIAN MINERALS INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian dollars)
SIX MONTHS ENDED SEPTEMBER 30
(Unaudited – Prepared by Management)

	Three Months Ended		Six Months Ended	
	September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009
OPERATING ACTIVITIES				
Net loss for the period	$ (1,706,861)	$ (846,316)	$ (4,162,555)	$ (2,520,857)
Items not affecting cash:				
(Gain) loss on sale of investments	(187,261)	(202,618)	(830,728)	(200,697)
Change in fair value of held-for-trading investments	(74,790)	9,912	87,537	23,185
Bonus shares issued for services	99,000	-	99,000	-
Loss on dilution of investment	-	-	142,400	-
Share of loss in equity investments	3,735	-	25,785	-
Commitment to issue shares for bonus payments	(102,600)	82,041	46,532	148,454
Future income tax	111,554	-	92,311	-
Amortization	29,571	13,915	86,195	38,038
Stock-based compensation	571,103	15,936	1,863,001	293,239
Unrealized foreign exchange (gain)/loss	70,095	-	(1,443)	-
Change in non-cash working capital items				
Receivables	61,680	(185,930)	(698,562)	370,813
Prepaid expenses	(233,874)	(2,957)	(225,631)	20,384
Accounts payable and accrued liabilities	2,624	46,195	184,914	88,727
Advance from joint venture partner	(147,013)	(15,958)	64,567	(254,570)
Net cash used in operating activities	(1,503,037)	(1,085,780)	(3,226,677)	(1,993,284)
INVESTING ACTIVITIES				
Proceeds from sale of marketable securities	726,103	774,059	1,884,161	777,509
Acquisition of marketable securities	(207,068)	(145,105)	(345,818)	(340,155)
Restricted cash decrease (increase)	(45,681)	-	26,357	-
Reclamation bond increase	(75,605)	-	(114,282)	-
Cash acquired from acquisition of subsidiary	63,367	-	63,367	-
Acquisition of mineral properties	(136,625)		(136,625)	-
Acquisition of subsidiary	(155,070)	-	(155,070)	-
Decrease in cash on dilution of investment	-	-	(49,250)	
Equipment	(53,485)	(55,581)	(53,485)	(54,181)
Other receivables and deposits	-	(15,549)	-	(12,613)
Net cash provided by (used in) investing activities	115,936	557,824	1,119,355	370,560
FINANCING ACTIVITIES				
Proceeds from private placement financing	-	-	5,280,000	-
Share issue costs	(9,734)	-	(42,444)	-
Proceeds on exercise of stock options	123,550	35,750	268,875	81,750
Net cash provided by financing activities	113,816	35,750	5,506,431	81,750
Change in cash and cash equivalents during the period	(1,273,285)	(492,206)	3,399,109	(1,540,974)
Cash and cash equivalents, beginning of period	15,768,193	7,751,182	11,095,799	8,799,950
Cash and cash equivalents, end of period	$ 14,494,908	$ 7,258,976	$ 14,494,908	$ 7,258,976

Supplemental disclosure with respect to cash flows (Note 12)

The accompanying notes are an integral part of these consolidated financial statements.

EURASIAN MINERALS INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS AND
ACCUMULATED OTHER COMPREHENSIVE INCOME
(Expressed in Canadian dollars)
SIX MONTHS ENDED SEPTEMBER 30
(Unaudited – Prepared by Management)

	Three Months Ended		Six Months Ended	
	September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009
Loss for the period	$ (1,706,861)	$ (846,316)	$ (4,162,555)	$ (2,520,857)
Other comprehensive income (loss)				
Unrealized gain (loss) on available-for-sale investments, net of future income tax recovery	(324,878)	204,006	(98,837)	591,347
Realization of previously unrecognized (gain) loss on available for sale investments, net of future income tax recovery	399,806	-	(682,047)	-
Comprehensive loss	$ (1,631,933)	$ (642,310)	$ (4,943,439)	$ (1,929,510)

Accumulated other comprehensive income, beginning of period	$ 9,036	$ 514,550	$ 864,848	$ 127,209
Other comprehensive gain (loss) for the period	74,928	204,006	(780,884)	591,347
Accumulated other comprehensive income, end of period	$ 83,964	$ 718,556	$ 83,964	$ 718,556

The accompanying notes are an integral part of these consolidated financial statements.

1. NATURE OF OPERATIONS

Eurasian Minerals Inc. ("the Company") was incorporated under the laws of the Yukon Territory of Canada on August 21, 2001 under the name of 33544 Yukon Inc. On October 10, 2001, the Company changed its name to Southern European Exploration Ltd. On November 24, 2003, the Company completed the reverse take-over of Marchwell Capital Corp. and subsequently changed its name to Eurasian Minerals Inc.

The Company's principal business activities are the acquisition and exploration of mineral properties in Turkey, Haiti, the Kyrgyz Republic, Europe, USA, and the Asia Pacific region. The Company's continuing operations and the ability of the Company to meet its mineral property commitments are dependent upon the support of present and future joint venture partners and the ability of the Company to raise additional financing.

On January 20, 2010, Eurasian completed the acquisition of Bronco Creek Exploration Inc. ("BCE") through a Plan of Merger (the "Acquisition") that resulted in the BCE shareholders receiving 0.3108 common shares of Eurasian in exchange for one common share of BCE. The acquisition resulted in Eurasian issuing 2,127,790 common shares and 1,063,895 non-transferable common share purchase warrants in exchange for 100% of BCE's issued and outstanding common shares. Each full warrant entitles BCE shareholders to purchase one additional share of the Company until January 29, 2012 at a purchase price of $2.00 per share.

Some of the Company's mineral exploration activities are located in emerging nations and, consequently, may be subject to a higher level of risk compared to other developed countries. Operations, the status of mineral property rights and the recoverability of investments in emerging nations can be affected by changing economic, regulatory and political situations.

The Company is currently exploring and has not yet acquired a mineral property containing reserves that are economically recoverable. In the event the Company completes an acquisition, the recoverability of amounts capitalized for mineral properties is dependent upon the discovery of sufficient economically recoverable ore reserves, confirmation of the Company's interest in the underlying mineral properties, the ability of the Company to arrange appropriate financing to complete the development of the mineral properties and upon future profitable production or proceeds from the sale of the mineral properties.

These financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. These financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue in business.

2. SIGNIFICANT ACCOUNTING POLICIES

The interim period consolidated financial statements of the Company have been prepared in accordance with the same accounting policies and methods of their application as the most recent audited financial statements for the year ended March 31, 2010, except that they do not include all note disclosures required for annual audited financial statements, and they include new accounting standards effective in the current period. It is suggested that the interim financial statements be read in conjunction with the annual audited financial statements.

(Expressed in Canadian dollars)

3. NEW AND FUTURE ACCOUNTING STANDARDS

Business Combinations and Related Sections

CICA Handbook Section 1582, "Business Combinations", Section 1601 "Consolidations" and Section 1602, "Non-Controlling Interests", replace Sections 1581, "Business Combinations" and 1600, "Consolidated Financial Statements" respectively and establish a new section for accounting for a non-controlling interest in a subsidiary. The new standards revise guidance on the determination of the carrying amount of assets acquired and liabilities assumed, goodwill and accounting for non-controlling interests at the time of a business combination. These standards are effective April 1, 2011 prospectively, with early adoption permitted. Earlier adoption of these sections is permitted as of the beginning of a fiscal year. All three sections must be adopted concurrently. These new sections effectively bring Canadian GAAP into line with IFRS. The Company does not expect to adopt these new CICA Handbook sections prior to April 1, 2011. At that point, the Company will begin reporting its financial results under IFRS and therefore

4. ACQUISITION OF SUBSIDIARIES

Bronco Creek Exploration

On January 20, 2010, Eurasian completed the acquisition of Bronco Creek Exploration Inc. ("BCE") through a Plan of Merger (the "Acquisition") that resulted in the BCE shareholders receiving 0.3108 common shares of Eurasian in exchange for one common share of BCE. The acquisition resulted in Eurasian issuing 2,127,790 common shares and 1,063,895 non-transferable common share purchase warrants in exchange for 100% of BCE's issued and outstanding common shares. Each full warrant entitles BCE shareholders to purchase one additional share until January 29, 2012 at a purchase price of $2.00 per share. The warrants were valued using the Black-Scholes option pricing model resulting in a fair value of $845,943 which was included in the total purchase price of $5,291,296.

The purchase price allocation is as follows:

Purchase Price:		
Issuance of Eurasian common shares	$	4,191,746
Fair value of Eurasian warrants granted		845,943
Transaction costs		253,607
	$	5,291,296
Purchase Price Allocation:		
Cash	$	352,311
Receivables		13,745
Reclamation bonds		140,333
Investments		620,055
Mineral properties (Note 7)		8,510,276
Accounts payables and advances		(545,594)
Note payable		(530,799)
Future income tax liability		(3,269,031)
Total Consideration	$	5,291,296

(Expressed in Canadian dollars)

4. ACQUISITION OF SUBSIDIARIES (cont'd…)

Phelps Dodge Exploration Sweden

On August 12, 2010 the Company completed the purchase of a Swedish subsidiary, Phelps Dodge Exploration Sweden AB, from Freeport-McMoRan Copper & Gold Inc. (NYSE: FCX). The purchase price was US$150,000 and 160,000 common shares of Eurasian.

The purchase price allocation is as follows:

Purchase Price:	
Issuance of Eurasian common shares	$ 316,800
Cash	155,070
	$ 471,870

Purchase Price Allocation:	
Cash	$ 63,367
Receivables	4,024
Royalty properties (Note 7)	592,032
Accounts payables	(16,604)
Future income tax liability	(170,949)
Total Consideration	$ 471,870

5. INVESTMENTS

At September 30, 2010, the Company had the following investments:

	Cost	Accumulated Unrealized Gains (Losses)	Fair Value
Available- for- sale investments			
Common shares	$ 454,086	$ 321,348	$ 775,434
Held- for- trading investments			
Warrants	-	353,516	353,516
Common shares	131,155	(70,284)	60,871
	131,155	283,232	414,387
Total investments	$ 585,241	$ 604,580	$ 1,189,821

(Expressed in Canadian dollars)

6. EQUIPMENT

	September 30, 2010			March 31, 2010		
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
Equipment	$ 790,223	$470,163	$ 320,060	$ 729,844	$ 354,829	$ 375,015

During the six months ended September 30, 2010 amortization of $85,458 has been included in administration of exploration expenditures.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES

The Company has capitalized the following acquisition costs on its mineral properties as at September 30, 2010:

Mineral properties

	September 30, 2010	March 31, 2010
Sisorta property, Turkey	$ -	$283,508
Golcuk property, Turkey	34,674	34,674
Biga Peninsula, Turkey	153,960	153,960
Beyoluk, Turkey	68,191	68,191
Trab, Turkey	78,587	78,587
Gezart property, Kyrgyz Republic	39,000	39,000
Akoguz property, Kyrgyz Republic	-	-
Grand Bois property, Haiti	2,140,720	2,140,720
Grand Bois property, recoveries	(1,216,100)	(1,216,100)
Australia - various	136,050	-
Sweden - various	89,933	16,671
Viad Royalties - Sweden	592,032	-
Cathedral Well, NV, USA	680,822	680,822
Copper Springs, AZ, USA	1,276,541	1,276,541
Courtland East, AZ, USA	42,551	42,551
Hardshell Skarn, AZ, USA	170,206	170,206
Jasper Canyon, AZ, USA	382,962	382,962
Mesa Well, AZ, USA	510,617	510,617
Middle Mountain, AZ, USA	425,514	425,514
Mineral Hill, WY, USA	425,514	425,514
Park-Sayler, AZ, USA	340,411	340,411
Red Hills, AZ, USA	510,617	510,617
Richmond Mountain, NV, USA	425,514	425,514
Silver Bell, AZ, USA	765,924	765,924
Superior West, AZ, USA	1,914,812	1,914,812
Yerington, NV, USA	638,271	638,271
	$ 10,627,323	$ 10,109,487

(Expressed in Canadian dollars)

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

On January 20, 2010, Eurasian acquired Bronco Creek Exploration Ltd. (Note 4) and as part of that transaction acquired exploration properties totalling $8,510,276 in Arizona, Wyoming, and Nevada, USA. The values attributed to these properties are disclosed in the table above.

Prior to May 21, 2010, the Company held the Sisorta mineral property in Turkey through its wholly owned Turkish subsidiary EBX Madencilik Ltd. Sti ("EBX MAD"). EBX MAD was wholly owned by EBX (BVI) Ltd. ("EBX BVI"), a British Virgin Islands wholly owned subsidiary of the Company. The Company originally purchased the Sisorta property through registered Turkish authorities via auction in fiscal 2004 for $283,508. Pursuant to a Farm-In Agreement ("the Agreement") dated October 26, 2007, the Company gave an option to Chesser Resources Ltd. ("Chesser") to earn 51% interest in the Sisorta property. Chesser completed the earn-in and was awarded 51% of EBX BVI by way of issuance of 3,142.6186 common shares of EBX BVI on May 21, 2010. The Company previously accounted for EBX BVI under the consolidation method as they held complete ownership of the subsidiary. Since Chesser has earned a controlling interest in EBX BVI the Company is now accounting for their 49% interest using the equity method of accounting. During the current period, the Company recorded a loss on dilution of investment of $119,449 pursuant to the change in ownership.

On August 3, 2010, the Company acquired, for consideration of AUS$50,000 and an advanced minimum royalty payment of AUS$70,000, a right to earn up to a 100% interest in an Australian gold property by making a series of advance minimum royalty payments and satisfying work requirements over a period of five years.

On August 12, 2010 the Company completed the purchase of a Swedish subsidiary from Freeport-McMoRan Copper & Gold Inc. (NYSE: FCX) and as part of that transaction acquired royalties over two advanced copper projects in northern Sweden -- the Viscaria and Adak Projects ("Viad Royalties") totaling $584,397.

Exploration expenditures

During the six months ended September 30, 2010, the Company incurred the following exploration expenditures which were expensed as incurred:

	Turkey & Caucasus	Kyrgyz Republic	Europe	Haiti	Asian Pacific	USA	Other	Total
Personnel – Consultants/employees	$354,907	$53,823	$181,655	$542,935	$256,494	$278,476	$48,364	$1,716,654
Assays	139,872	-	23,096	18,321	7,357	46,087	1,234	236,328
Field Supplies	243,313	21,494	3,977	155,993	13,245	79,412	4,090	527,145
Drilling	-	5,982	-	-	-	340,204	-	340,204
Fees and permits	92,903	-	956	4,907	23,820	338,638	19,928	481,152
Administration	67,933	35,572	40,305	124,020	15,971	87,916	5,172	376,889
Vehicles	27,519	15,938	-	305,464	448	-	-	349,369
Legal	19,716	-	-	302	46,700	-	-	66,718
Travel	41,948	9,168	33,585	161,635	27,938	50,114	15,658	340,046
Geophysics	98,049	-	6,553	1,236	5,138	151,022	370	262,368
Subtotal	1,086,160	141,977	290,127	1,314,813	397,111	1,371,869	94,816	4,696,873
Recoveries	(972,029)	-	-	(1,134,801)	-	(1,130,431)	-	(3,237,261)
Net exploration expenditures	$114,131	$141,977	$290,127	$180,012	$397,111	$241,438	$94,816	$1,459,612

(Expressed in Canadian dollars)

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

During the six months ended September 30, 2009, the Company incurred the following exploration expenditures which were expensed as incurred:

	Turkey & Caucasus	Kyrgyz Republic	Europe	Haiti	Other	Total
Personnel – Consultants/employees	$442,316	$120,623	$250,313	$903,225	$158,246	$1,874,723
Assays	150,374	48,803	24,970	110,589	2,235	336,971
Field Supplies	81,429	10,407	6,937	599,551	675	698,999
Drilling	247,615	18,172	-	-	-	265,787
Fees and permits	110,560	1,234	3,135	77,321	6,851	199,101
Administration	59,341	24,805	28,626	207,335	4,087	324,194
Vehicles	69,760	6,484	3,947	221,260	-	301,451
Legal	16,534	-	2,884	25,120	-	44,538
Travel	41,558	13,038	20,449	261,586	53,427	390,058
Geophysics	-	-	-	7,561	-	7,561
Subtotal	1,219,487	243,566	341,261	2,413,548	225,521	4,443,383
Recoveries	(1,167,007)	-	-	(1,966,514)	-	(3,133,521)
Net exploration expenditures	$52,480	$243566	$341,261	$447,034	$225,521	$1,309,862

Kyrgyz Republic licenses

The Company has four licenses in Kyrgystan: Gezart and Akart, forming a contiguous block, and Uchkol and Suchodol licenses in the northeast part of the country. For the calendar year 2010, the commitments on the Gezart license call for a work program including 2,000 metres drilling with minimum expenditures of US$400,000, and for calendar 2011, a 2,000 metre drill program with minimum expenditures of US$500,000. The Akart license has a minimum work commitment of US$45,000 in 2010 and US$70,000 in 2011. There have been no exploration commitments set yet for the Suchodol and Uchkol licenses.

Sweden licenses

The Company has been granted six exploration permits that comprise the Kiruna South project (Pikkujarvi Nos. 1, 2, 3, and 4, Puoltsa No. 10 and Kalixfors No.1) covering approximately 213.5 square kilometers in the area south of Kiruna, Northern Sweden. Additionally, the Company holds 3 licenses under the Storasen Project (Storasen #1, #2, and #3), and 3 licenses that were acquired as part of the Phelps Dodge Sweden Exploration AB acquisition. There are no specific spending commitments on the Swedish licenses.

Turkish exploration licenses

The Company has acquired numerous exploration licenses in Turkey. There are no specific spending commitments, but quarterly reports must be filed.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

Sisorta Joint Venture

On October 26, 2007, Eurasian signed a definitive agreement ("Agreement") to joint venture the Sisorta gold project with Chesser Resources Limited, ("Chesser"). The terms and conditions of the Agreement are as follows:

(a) Chesser will issue 500,000 shares (received) and pay US$100,000 (received) on execution of the agreement.
(b) Chesser may earn up to 51% in the property by spending US$4,000,000 over a three year period of which US$750,000 is a firm year one commitment (on August 6, 2009, Chesser gave the Company notice of its completion of the Stage One Earn-In Commitment).
(c) Chesser will issue an additional 1,000,000 shares (received) and pay US$100,000 (received) on October 26, 2008 and 1,500,000 shares and US$100,000 on October 26, 2009 (received).
(d) Chesser may subsequently earn a 70% interest in the project by sole funding exploration to delivery of a bankable feasibility study over the subsequent 5 years, with yearly cash payments of US$100,000. (Chesser has declined such earn-in).

Chesser completed the earn-in and was awarded 51% of EBX BVI by way of issuance of 3,142.6186 common shares of EBX BVI on May 21, 2010.

As Chesser has opted to move to the co-funded joint venture arrangement, the Company now has the option to either participate or dilute down to 10%, at which point triggering conversion to a 3% NSR that can be further reduced to a 2% NSR through payment of US$1,500,000 by Chesser. A formal decision by the Company to participate or dilute down is currently being finalized.

Akarca, Samli, Elmali Joint Venture

On December 23, 2008, the Company signed an option and joint venture agreement (the "Agreement") on the Akarca, Samli, and Elmali properties in Turkey (the "Properties"), with a subsidiary of Centerra Gold Inc. ("Centerra"), a Canadian gold mining and exploration company.

The two companies have entered into an Agreement in which Centerra has exclusive rights to earn up to a 70% interest in the subject properties in two phases, as given by the following terms and conditions.

- *Phase One.* Centerra shall have the right to earn a 50% interest by making US$5,000,000 in exploration expenditures over 3 years as follows:

- US$750,000 (incurred) by December 23, 2010,
- US$1,500,000 by December 23, 2011,
- US$2,750,000 by December 23, 2012.

As part of the Agreement, Centerra reimbursed the Company for expenditures incurred on the properties from August 2008 up to the signing date of the Agreement. In addition, upon completion of the Phase One earn-in requirements, Centerra will also be required to pay the Company US$1,000,000 within 30 days.

- *Phase Two.* Centerra may earn an additional 20%, bringing the total to 70%, in the properties by spending a further US$5,000,000 in exploration expenditures over two years.

Once ownership is vested in the projects, each partner must contribute or dilute. Should a partner dilute to 10%, its ownership is converted to a 4% NSR, which may be reduced to a 2% NSR by the payment of US$4,000,000 by

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

the non-diluting party.

Dedeman Agreement

On August 7, 2007, the Company entered into an agreement with Dedeman Madencilik San.Vetic.A.S. ("Dedeman") on the Aktutan exploration property. Dedeman will make a US$40,000 advance royalty payment to the Company prior to August 7, 2008, US$60,000 prior to August 7, 2009 and US$100,000 prior to August 7, 2010 and thereafter for as long as they hold the property. Dedeman has drilling and expenditure commitments over the first three years of the agreement depending on results. The Company will retain a 4% uncapped net smelter royalty and can reacquire the property if Dedeman decides to relinquish it. As of September 30, 2010, the US$40,000 advance royalty payment due by August 2008 and US$60,000 due August 2009 was not received. Due to the recent downturn in the global markets, the Company and Dedeman have agreed to prorate the payments in order to work together to advance the property. During the previous year the Company received three installments of US$3,500, US$5,000, and US$10,000. During the current year the Company received an instalment of US$15,000 leaving a balance owing of US$66,500.

In November 2006 the Company through its wholly owned subsidiary, Eurasia Madencilik Ltd. Sti, completed an exchange of mineral properties with Dedeman. The Company transferred its Balya and Sofular lead-zinc properties to Dedeman in exchange for the Alankoy gold-copper property. Dedeman is to make a US$100,000 advance royalty payment (paid) to the Company for the Balya property prior to the first anniversary of the agreement. Dedeman is also committed to drill a minimum of 12 exploration holes for a total of 3,000 meters during the first year and incur expenditures of US$500,000 in year 2 (incurred) and US$1,000,000 in year 3 (incurred). The Company retains a 4% net smelter royalty and a reversionary right to re-acquire the property if Dedeman decides to relinquish the license or does not meet its work commitment. Dedeman also acquired the Sofular properties but the Company retains a 3% net smelter royalty on the properties and a reversionary interest in the properties should Dedeman decide to relinquish one or more of them.

Dedeman has the right to purchase the 3% royalty at any time for US$1,000,000. The Company made a US$100,000 advance royalty payment to Dedeman for the Alankoy property in May 2008. Dedeman retains a 3% net smelter royalty on the property and a reversionary right to re-acquire the property should the Company decide to relinquish the license. The Company retains the right to purchase Dedeman's 3% royalty for US$1,000,000 at any time.

<u>Haiti exploration permits</u>

La Miel Joint Venture

In July 2006, the Company acquired the La Mine and La Miel gold projects in Haiti. The acquisition cost was the annual land fee payment which is based on a standard fee per hectare, which was nominal. On April 18, 2008, the Company and Newmont Ventures Limited ("Newmont") entered into a joint venture ("JV") for the La Miel project in Haiti, whereby Newmont can earn a 65% participating interest in the La Miel JV on or before six years from April 18, 2008 by either (i) completing a feasibility study which identifies a minimum resource containing at least 3,000,000 ounces of gold (subject to NI 43-101 resource and reserve reporting requirements) or (ii) solely funding the first US$30,000,000 in JV expenditures ("Venture Expenditures"), whichever comes first, as outlined below:

- US$1,000,000 (incurred) on or before April 18, 2009
- An additional US$2,000,000 (incurred) on or before April 18, 2010

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

- An additional US$3,000,000 on or before April 18, 2011
- An additional US$4,000,000 on or before both April 18, 2012 and April 18, 2013
- An additional US$16,000,000 on or before April 18, 2014 until completion of the La Miel earn-in.

Thereafter, the Company may elect to either (i) fund its share of the Venture Expenditures, (ii) have the JV be entirely carried by Newmont, or (iii) not contribute to subsequent programs and budgets and dilute its interest.

If the Company elects to have Newmont fund the project through to production, Newmont will solely fund 100% of Venture Expenditures until commencement of commercial production and Newmont's participating interest would be increased by 5% to a total of 70%. Upon commencement of commercial production Newmont shall recover all Venture Expenditures made on the Company's behalf, plus interest at LIBOR plus 4 percentage points, from 80% of the Company's share of dividends or distribution of earnings from the venture.

If the Company elects not to participate in financing the Venture Expenditures, the Company may immediately withdraw from the La Miel JV and convert its participating interest to a 3.5% NSR and receive an advance annual minimum royalty of US$1,000,000 which shall be credited against future royalty payments to be paid to the Company. If the Company elects to fund its share of Venture Expenditures and elects not to convert to a royalty or be carried through to production, each party shall carry its proportionate share of expenditures. Any election to not contribute by either party will be subject to standard dilution.

Within 30 days following completion of the La Miel earn-in, Newmont shall pay the Company a one time bonus of US$2,000,000. Within 30 days following the commencement of commercial production on the La Miel project, Newmont shall pay the Company an additional one-time bonus of US$2,000,000.

Regional Strategic Alliance

On April 18, 2008, Newmont and the Company reached an agreement to conduct a regional gold exploration program, with the Company as the operator. Newmont will contribute technical support and advice and the Company will provide staffing and logistical support. The companies will combine their regional exploration databases. During the first year, Newmont and the Company will contribute US$750,000 and US$250,000 respectively (completed), in regional exploration funding. Newmont will provide 65% of future regional exploration funding with the Company providing 35%.

Upon spending US$200,000 on a specific exploration area, the Company has the right to establish that area (defined as not greater than 500 square kilometers) as a "Designated Project" candidate, at which time Newmont may choose to advance the project to Designated Project status or decline. If accepted, Newmont can earn an initial 70% interest in a Designated Project by completing a Feasibility Study or solely funding the first US$10,000,000 in Designated Project expenditures on or before six years from the effective date of April 18, 2008, whichever comes first. In the event Newmont declines, the Company is free to advance that property on its own terms with no further obligation to Newmont.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

Grand Bois Joint Venture

On December 22, 2008 the Company, through its Haitian subsidiary Ayiti Gold Company S. A., purchased a 100% interest in the Grand Bois property from Société Minière Citadelle S.A. and La Geominerale d'Haiti S.A. (together "SMC"), subject to making the payments as outlined below under the Purchase Agreement (the "Agreement"):

- The Company is required to pay SMC US$1,000,000 (paid) subject to certain deductions required to maintain the property in good standing.
- On January 21, 2010, the Company has the option to pay SMC the equivalent of US$1,000,000 as follows: US$750,000 in cash or the Company's stock and US$250,000 in cash (incurred on January 20, 2010).
- Upon completion of a feasibility study, the Company has the option to pay SMC the equivalent of US$3,000,000 in either the Company's stock or cash, or any combination thereof.
- SMC retains a 20% net profits interest. The Company has the option at any time to purchase SMC's net profits interest for US$15,000,000.

The Agreement to acquire the Grand Bois property from SMC is subject to the Company's Strategic Venture Agreement with Newmont. Newmont has elected to include the Grand Bois property in a "Designated Project" venture, and work on the property will be governed by a Designated Projects Joint Venture Agreement. Newmont is responsible for all expenditures on the project until such time as it earns its interest.

Newmont can earn a 65% interest in the Property by choosing to either:

- Fund 100% of the initial US$10,000,000 of expenditures on the project by December 22, 2014, or
- Complete a positive feasibility study on the property by December 22, 2014.

Newmont has reimbursed the Company for the initial US$1,000,000 payment to SMC. The Company made the second US$1,000,000 payment on the first anniversary of the Agreement. If Newmont continues to work towards its earn-in after the second anniversary of the Agreement, then Newmont will reimburse the Company for this second US$1,000,000 payment. Due to difficulties in conducting field work in Haiti resulting from the January 12, 2010 earthquake, EMX and Newmont agreed to amend the Grand Bois agreement to extend the period of time Newmont has to make an election to reimburse the second US$1,000,000 payment to no later than May 4, 2011. After Newmont earns a 65% interest in the project, the Company has 120 days to elect one of three options: a) fund its proportionate share of expenditures for the program; b) let Newmont fund the Company's share of expenditures to production in exchange for receiving an additional 5% interest in the project up to 70%; or c) convert its 35% interest to a 3.5% NSR royalty and receive annual US$1,000,000 advance minimum royalty payments.

La Mine Designated Project

On August 24, 2009 Newmont increased its participation in the Company's Treuil and La Mine licenses by electing them as a Designated Project (collectively the La Mine Designated Project) in accordance with the Eurasian-Newmont Strategic Venture Agreement. Newmont may earn a 65% participating interest in the La Mine Joint Venture (JV) by (i) completing a Feasibility Study which reports a minimum reserve containing at least 2,000,000 ounces of gold (subject to NI 43-101 classification requirements) or (ii) solely funding the first US$20,000,000 in venture expenditures on or before six years from the date the government issues the mining convention and exploration licenses, whichever comes first, in accordance with the following minimum expenditures (the "La Mine Earn-in"):

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

- US$1,000,000 on or before the first anniversary of the issuance of the mining convention and exploration licenses
- An additional US$2,000,000 on or before the second anniversary
- An additional US$3,000,000 on or before the third anniversary and each subsequent anniversary until completion of the La Mine Earn-in.

Montagne Designated Project

On September 7, 2010 Newmont increased its participation in the Company's Platon and La Montagne licenses by electing them as a Designated Project (collectively the Montagne Designated Project) in accordance with the Eurasian-Newmont Strategic Venture Agreement. Newmont may earn a 70% participating interest in the Montagne Designated Project by solely funding the first US$10 million in venture expenditures within six years following the issuance of the mining convention and exploration licenses for the Project. If EMX elects that its interest be financed by Newmont, then Newmont may earn an additional 5% interest in the Project.

United States Exploration Licenses

Bullion Creek Property

The Company holds a 100% interest in the Bullion Creek property located approximately 26 kilometers east of Wickenburg, Arizona in Yavapai County. Mineral rights are held by 145 unpatented federal mining claims, located on BLM and split estate lands and two State of Arizona exploration permits, comprising 1616.77 hectares.

Cathedral Well Property and Richmond Mountain Property

The Cathedral Well property is located in White Pine County, Nevada. The Company owns a 100% interest in 232 unpatented federal mining claims, located on BLM and National Forest lands, comprising 1,754.8 hectares. The Richmond Mountain property is located in the Eureka Mining District, east of the town of Eureka, Nevada. The Company owns a 100% interest in 231 unpatented federal mining claims, located on lands administered by the BLM, comprising 1,887.8 hectares.

By Option Agreement dated December 12, 2008, the Company granted to Fargo Resources Incorporated, a wholly-owned subsidiary of Eldorado Gold Corporation ("ELD"), a right to acquire a 100% interest in either property for the following considerations of:

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

Cash payments totaling US$1,133,916 for Cathedral Well and US$1,362,989 for Richmond Mountain on or before December 8, 2012 (US$133,916 received for Cathedral Well and US$137,989 received for Richmond Mountain.)

The Company will receive additional considerations on the milestones noted below:

- US$2 for each troy ounce of measured and indicated gold resources within 10 days of delivery of a NI 43-101 compliant technical report;
- US$2 for each troy ounce of proven and probable gold reserves within 10 days of commencement of commercial production; and
- a 2% net smelter royalty.

Incurring exploration expenditures totaling US$1,766,084 for Cathedral Well and US$1,762,011 for Richmond Mountain on or before December 8, 2012.

If ELD has satisfied the required work expenditures and the initial and second years cash payments, ELD may elect to terminate the Option Agreement and receive a 0.5% net smelter royalty.

If ELD has satisfied work expenditures totaling US$1,766,084 and made cash payments totaling US$358,916 on or before December 8, 2012, then in lieu of paying the Company US$1,000,000 and exercising the option, ELD may elect to either acquire a 51% interest and form a joint venture, or receive a 2% net smelter royalty.

Copper Basin Property

The Company holds a 100% interest in the Copper Basin property located in Yavapai County, Arizona. Mineral rights are held by 57 unpatented federal mining claims, located on Prescott National Forest lands, comprising 476.7 hectares.

Copper Springs, Globe-Miami District, Arizona

The Copper Springs property is located in the Globe-Miami District. Mineral rights are held by 250 federal unpatented mining claims located on National Forest and private, split estate lands and 1 Arizona State exploration permit comprising 2,217 hectares.

The project consists of a 100% interest in the mineral rights subject to a Letter of Agreement dated August 26, 2009 whereby, the Company granted Geo Minerals Ltd ("GEO") a 100% interest in the Copper Springs property, for consideration of:

- Advanced royalty payments totaling US$705,000 on or before August 26, 2014 (US$30,000 received) and US$200,000 on or before each anniversary thereafter.
- Issuance to the Company of 3,000,000 common shares of GEO capital stock and 1,200,000 warrants to purchase GEO common shares on or before August 26, 2012 (200,000 shares and 100,000 warrants received).
- Incurring US$2,750,000 of exploration expenditures on or before August 26, 2014 and US$400,000 on or before each anniversary thereafter.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

The Company retains a 2.5% net smelter royalty, of which 0.5% may be purchased as follows:

- Initial 0.25% NSR may be purchased for US$1,500,000 any time prior to completion of a feasibility study;
- an additional 0.25% NSR may be purchased for US$3,500,000 any time prior to commercial production

Courtland East Property

The Courtland East property is located on the east side of the Turquoise mining district. Mineral rights are held by 18 unpatented mining claims located on private, split estate land, and 1 Arizona state exploration permit comprising 290 hectares.

The Company owns a 100% interest in the Courtland East property. The property was previously subject to option agreements with Q-Gold Resources Ltd. ("QGR") and Discovery Harbour, a capital pool corporation. The property is not presently subject to any option agreement.

Hardshell Skarn Property

The Hardshell Skarn property is located approximately 5.5 kilometers southeast of the town of Patagonia, Arizona. Mineral rights are held by 16 unpatented federal mining claims located on Coronado National Forest lands comprising 118 hectares.

The Company owns a 100% interest in the Hardshell Skarn property. The property is not presently subject to any option agreement.

Jasper Canyon Property

The Jasper Canyon property is located at the northeast end of the Globe-Miami district. The Company controls a 100% interest in 91 unpatented mining claims located on Tonto National Forest, comprising 720 hectares. The property is not presently subject to any option agreement.

Mesa Well Property

The Mesa Well property is located in the northwestern foothills of the Pinaleno Mountains, approximately 33 kilometers north of Wilcox, Arizona. Mineral rights are held by 6 Arizona State Exploration Permits comprising 1307.9 hectares.

The Company owns a 100% interest in the Mesa Well property. The property was previously subject to option agreements granted to Bell Resources Corporation ("BL") and Q-Gold Resources Ltd. ("QGR"). The property is not presently subject to any option agreement.

Middle Mountain Property

The Middle Mountain property is located approximately 11kilometers southeast of the town of Florence, Arizona. Mineral rights are held by 44 federal unpatented mining claims located on BLM and split estate lands and 13 Arizona State Exploration Permits comprising 3,162 hectares.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

The Company owns a 100% interest in the mineral rights subject to a Mining Lease dated March 4, 2008 and a subsequently amended and Restated Mining Lease and Option Agreement dated November 12, 2009, whereby the Company granted Geo Minerals Ltd ("GEO") a 100% interest in the Middle Mountain property, for the consideration of:

- Advanced royalty payments totaling US$705,000 (US$80,000 received) on or before June 15, 2013, and US$200,000 on or before each anniversary thereafter.
- Issuance to the Company of 800,000 common shares of GEO capital stock on or before June 15, 2012 (150,000 shares received).
- Incurring US$2,000,000 in exploration expenditures on or before June 15, 2013, and US$500,000 on or before each anniversary thereafter.

The Company retains a 2.5% net smelter royalty, of which 0.5% may be purchased for US$1,000,000 any time prior to the 7th anniversary of the Amended and Restated Mining Lease and Option Agreement.

By Option Agreement, dated November 12, 2009, GEO granted to Inmet Mining Corporation ("IMN") an option to earn a 70% interest in the property.

By Amending Agreement No.1, dated June 14, 2010, the Company granted to GEO an extension to the exploration expenditures, cash payments, and transfer of GEO shares due June 15, 2010, until completion of the ongoing drill program.

Mineral Hill Property

The Mineral Hill property is located in the Hurricane Mining District, in the Black Hills of northeastern Wyoming, approximately 23 kilometers east of Sundance, Wyoming. The property consists of 67 unpatented mining claims staked by BCE on lands administered by the Black Hills National Forest comprising 473 hectares.

The Company owns a 100% interest in the claims staked by BCE, subject to a Pooling Agreement dated July 31, 2009 whereby the Company "pooled" its interest in the mining claims with Mineral Hill LP who owns a 100% interest in 20 patented mining claims and 10 unpatented federal mining claims comprising 150.1 hectares that adjoin the Company's property. The Agreement stipulates that considerations received from any third party, including lease payments, stock distribution, and royalties be divided as to 40% BCE and 60% Mineral Hill LP. Until such time as a third party has paid a total of US$5,000,000 in proceeds to BCE and Mineral Hill LP, all further considerations will be divided as to 30% BCE and 70% Mineral Hill LP.

By a Mining Lease Agreement dated May 10, 2010, the Company granted Golden Predator Mines US Incorporated, ("GPD") a 100% interest in the pooled Mineral Hill property, for the following considerations of:

- Yearly Advanced Minimum Royalty payments totaling US$495,000 on or before May 10, 2015 (US$30,000 received), and US$150,000 on or before each anniversary thereafter until commencement of production.
- Issuance to the Company of 500,000 common shares of GPD capital stock on or before November 13, 2014.
- Incurring US$1,550,000 of exploration expenditures on or before December 31, 2012, and US$750,000 on or before each anniversary thereafter until the commencement of production..

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

GPD can earn a 2.5% to 6% sliding scale Net Smelter Royalty on gold depending on gold prices and a 3% Net Smelter Royalty for all other minerals. Any minerals that do not produce a Net Smelter Royalty, the royalty shall be 3% of the gross revenues from production.

Park-Sayler, Sacaton, Property

The Park-Sayler property is located approximately 6 kilometers northwest of the town of Casa Grande, Arizona and lies adjacent to the historic Sacaton open pit mining operation. Mineral rights are held by 1 Arizona State Exploration Permit comprising 63.7 hectares.

The Company owns a 100% interest in the Park-Sayler property. The property is not presently subject to any option agreement.

Red Hills Property

The Red Hills property is located approximately 8.5 kilometers east of the town of Florence, Arizona. Mineral rights are held by 264 federal unpatented mining claims, located on BLM and split estate lands, and 5 Arizona state exploration permits comprising 3,291.4 hectares.

The Company owns a 100% interest in the mineral rights subject to a Mining Lease dated August 4, 2008 and a subsequent Amended and Restated Mining Lease and Option Agreement dated November 12, 2009, whereby the Company granted Geo Minerals Ltd ("GEO") a 100% interest in the Red Hills property, for the consideration of:

- Advanced royalty payments totaling US$705,000 on or before June 15, 2013 (US$80,000 received), and US$200,000 on or before each anniversary thereafter.
- Issuance to the Company of 800,000 common shares of GEO capital stock on or before June 15, 2012 (150,000 shares received
- Incurring US$2,000,000 of exploration expenditures on or before June 15, 2013, and US$500,000 on or before each anniversary thereafter.

The Company retains a 2.5% net smelter royalty, of which 0.5% may be purchased for US$1,000,000 at any time prior to the 7th anniversary of the Amended and Restated Mining Lease and Option Agreement.

By Option Agreement, dated November 12, 2009, GEO granted to Inmet Mining Corporation ("IMN") an option to earn a 70% interest in the property. By Amending Agreement No.1, dated June 14, 2010, the Company granted to GEO an extension to the exploration expenditures, cash payments, and transfer of GEO shares due June 15, 2010, until completion of the ongoing drill program.

Silver Bell West, Silver Bell District, Arizona

The Silver Bell West property is located in the Silver Bell District, Arizona. The property is accessed from well-maintained county paved and gravel roads from the town of Marana, Arizona. Mineral rights are held by 188 federal unpatented mining claims, located on BLM and private, split estate lands, comprising 1,520 hectares.

The Company owns a 100% interest in the mineral rights subject to a Letter of Agreement dated August 26, 2009 whereby, the Company granted Geo Minerals Ltd ("GEO") a 100% interest in the Silver Bell West property, for

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

consideration of:

- Advanced royalty payments totaling US$705,000 on or before August 26, 2014 (US$30,000 received), and US$200,000 on or before each anniversary thereafter.
- Issuance to the Company of 800,000 common shares of GEO capital stock on or before August 26, 2014 (50,000 shares received).
- Incurring US$2,000,000 of exploration expenditures on or before August 26, 2014, and US$500,000 on or before each anniversary thereafter.

The Company retains a 2.5% net smelter royalty, of which 0.5% may be purchased for US$1,000,000 any time prior to the 7th anniversary of the agreement.

Superior West Project

The Superior West property is located in the Pioneer Mining District, west of the town of Superior, Arizona. The property consists of 261 federal unpatented mining claims staked by BCE, located on Tonto National Forest lands comprising 2,020.8 hectares and 14 unpatented federal mining claims under option from Carouso and Sparks comprising 117 hectares. The Company owns a 100% interest in the mineral rights on mining claims staked by BCE and by an Option Agreement dated, July 1, 2009, an option to earn a 100% interest in the Carouso Sparks property, for the following consideration of:

- Cash payments totaling US$1,000,000 on or before July 31, 2014 (US$30,000 received).

Carouso and Sparks retain a 2% NSR Royalty, 1% of which may be purchased for US$2,000,000 in 0.5% increments.

By Earn-In Agreement dated July 31, 2009, the Company granted Freeport-McMoran Exploration Corporation ("FMI") two separate rights to acquire a 51% and a 19% interest in the Superior West property, for consideration of:

- For an initial 51% interest, cash payments of US$510,000 (US$10,000 received) on or before July 31, 2014, and incurring US$4,500,000 of exploration expenditures on or before July 31, 2014.
- Making all property and option payments on behalf of the Company to Caruso and Sparks until FMI and the Company have vested in the Option Property.

Upon completion of the first option, FMI may acquire an additional 19% by sole funding and delivering a feasibility study adequate for an industry standard engineering procurement and construction contract and making a US$500,000 payment to the Company. At any time between the initial 51% earn-in by FMI and the delivery of a feasibility study, the Company may elect a Royalty Option, whereby the Company will forfeit its interest in the property to FMI in exchange for:

- a 2% NSR Royalty over the Company's property;
- a 1% NSR Royalty over the Option Property; and
- Advanced Minimum Royalty Payments of US$200,000 per 12-month period.

If after earn-in by FMI, the Company does not elect the Royalty Option, a Joint Venture will be formed.

7. MINERAL PROPERTIES AND EXPLORATION EXPENDITURES (cont'd…)

Yerington West Property

The Yerington West property, also known as the Roulette property, is located in the Yerington Mining District, approximately 13 kilometers west of Yerington, Nevada. Mineral rights are held by 214 unpatented federal mining claims located on lands administered by the BLM comprising 1,763 hectares.

The Company owns a 100% interest in the property. By a Letter of Intent dated April 10, 2008 with Telka Gold Corp., renamed Honey Badger Exploration Inc. ("TUF"), the Company granted to Honey Badger the right to acquire a 75% interest. Honey Badger released the rights to acquire the 80% interest on September 24, 2009. Under the Agreement the Company received US$10,000 cash.

By Option Agreement, dated Sept. 24, 2009, the Company granted Entrée Gold Incorporated, ("ETG") the right to acquire an 80% interest in the Yerington West property, for the following considerations of:

- Cash payments totaling US$140,000 on or before November 23, 2011 (US$90,000) received).
- Issuance to the Company of 85,000 common shares of ETG capital stock on or before November 23, 2011 (50,000 shares received).
- Incurring US$1,000,000 of exploration expenditures on or before November 23, 2012.
- Advanced Production Payments of US$375,000 on or before November 23, 2019.
- Delivery of a bankable feasibility study on or before November 23, 2019.

In lieu of making Advance Production Payments in years 5 through 10, ETG may elect to either:

1) make annual exploration expenditures in excess of US$325,000; or
2) have ETG's participating interest reduced by 4%.

Upon delivery of a Bankable Feasibility Study and exercise of ETG's option a Joint Venture will be formed. If either party dilutes below a 10% participating interest, the party's interest will convert to a 2.5% Net Smelter Royalty. 1.5% of the royalty is purchasable for US$4,500,000.

(Expressed in Canadian dollars)

8. CAPITAL STOCK

Authorized

An unlimited number of common and preferred shares without par value.

Issued and outstanding common shares

	Number of Shares	Stated Amount	Contributed Surplus
Balance as at March 31, 2010	34,265,822	$ 31,984,129	$ 3,407,896
Private placements	2,400,000	5,280,000	
Shares issued on exercise of stock options	193,500	268,875	
Shares issued as bonus shares	242,000	503,160	
Shares issued on acquisition of subsidiary	160,000	316,800	
Shares issued on acquisition of mineral property	28,283	72,687	
Reclassify fair value of options exercised from contributed surplus		143,377	(143,377)
Stock based compensation			1,458,841
Share issue costs		(42,444)	
Balance as at September 30, 2010	37,289,605	$ 38,526,584	$ 4,723,360

On June 9, 2010 the Company completed a non-brokered private placement financing of $5,280,000 by issuing 2,400,000 shares at $2.20 per share. The shares are subject to restrictions on resale until October 10, 2010. Newmont Mining Corporation of Canada Limited, a wholly-owned subsidiary of Newmont Mining Corporation (NYSE: NEM), purchased 2,000,000 shares at $2.20 per share and the International Finance Corporation, a member of the World Bank Group, purchased 400,000 shares at $2.20 per share.

The Company issued 28,283 common shares as part of the consideration of its acquisition of an Australian gold property. The common shares were valued at $2.57 per share (Note 7).

The Company completed the purchase of a Swedish subsidiary from Freeport-McMoRan Copper & Gold Inc. (NYSE: FCX) and as part of that transaction issued 160,000 common shares valued at $1.98 per common share (Note 4).

(Expressed in Canadian dollars)

8. CAPITAL STOCK (cont'd)

Stock options

The Company adopted a stock option plan ("the Plan") pursuant to the policies of the TSX-V. The maximum number of shares that may be reserved for issuance under the plan is limited to 10% of the issued common shares of the Company at any time. The vesting terms are determined at the time of the grant. During the six months ended September 30, 2010, the change in stock options outstanding was as follows:

	Number	Weighted Average Exercise Price
Balance as at March 31, 2010	2,245,001	1.38
Granted	1,243,000	2.18
Exercised	(193,500)	1.39
Cancelled / expired	(4,500)	1.38
Balance as at September 30, 2010	3,290,001	$2.06
Number of options currently exercisable	3,275,001	$ 2.06

The following table summarizes information about the stock options which were outstanding at September 30, 2010:

Date Granted	Number of Options	Exercise Price	Expiry Date
May 1, 2006	275,334	1.20	May 1, 2011
October 1, 2006	70,000	0.80	October 1, 2011
May 10, 2007	255,000	1.35	May 10, 2012
May 22, 2007	6,667	1.40	May 22, 2012
June 1, 2007	75,000	1.63	June 1, 2012
June 21, 2007	500,000	1.81	June 21, 2012
September 20, 2007	10,000	1.70	September 30, 2012
November 7, 2007	15,000	1.79	November 7, 2012
April 22, 2008	10,000	1.66	April 22, 2013
September 18, 2008	455,000	1.00	September 18, 2013
December 19, 2008	10,000	1.00	December 19, 2013
May 22, 2009	185,000	1.20	May 22, 2014
February 8, 2010	200,000	1.74	February 8, 2015
May 7, 2010	1,060,000	2.18	May 7, 2015
June 7, 2010	23,000	2.05	June 7, 2015
September 2, 2010	140,000	2.21	September 2, 2015
Total	3,290,001		

(Expressed in Canadian dollars)

8. CAPITAL STOCK (cont'd)

Stock-based compensation

During the six months ended September 30, 2010, the Company recorded stock-based compensation of $1,458,841 (2009 - $293,239) with the offsetting amount credited to contributed surplus. The fair value of stock options granted was estimated using the Black-Scholes option pricing model with weighted average assumptions as follows:

Risk free interest rate	2.40%
Expected life (years)	5.0
Expected volatility	68%
Dividend yield	0

In August 2010, the Company announced that it intended to pay discretionary bonuses through the issuance of 480,000 shares in aggregate, to two officers and a director of the Company. The purpose of the bonuses is to reward these individuals for the Company's successes to date (most of which directly result from their significant efforts) and to provide them with a long term incentive to remain with the Company. In September 2010, Eurasian announced that, as required by the policies of the TSX Venture Exchange, it had received the approval of the disinterested shareholders of the Company at its Annual General Meeting held on August 24, 2010 for the issuance of these shares. The shares are to be issued over a period of two years, with the initial tranche of 160,000 shares being issued on September 27, 2010, upon final receipt of TSX Venture Exchange Approval. A further 160,000 shares will be issued on each of the first and second anniversaries. The shares are subject to restrictions on transfer for a period of four months from issuance. The 160,000 shares issued on September 27, 2010 were valued at $2.13 per share which was the share price on the date of Board of Director's approval of the discretionary bonus share grant.

The Company issued an aggregate of 82,000 discretionary bonus shares to six employees and consultants of the Company in August 2010 at a value of $1.98 per share as an annual bonus payment pursuant to the Company's annual compensation review.

(Expressed in Canadian dollars)

8. CAPITAL STOCK (cont'd)

Warrants

During the six months ended September 30, 2010, the change in warrants outstanding was as follows:

	Number	Weighted Average Exercise Price
Balance as at March 31, 2010	4,258,527	$ 2.55
Expired	(1,275,000)	2.50
Balance as at September 30, 2010	2,983,527	$ 2.57

As at September 30, 2010, the following share purchase warrants were outstanding:

	Number of Warrants	Exercise Price	Expiry Date
Acquisition of Bronco Creek – January 29, 2010	1,063,895	$ 2.00	January 29, 2012
Private Placement – March 12, 2010	1,919,632	$ 2.88	February 19, 2015

9. RELATED PARTY TRANSACTIONS

During the six months ended September 30, 2010, the Company paid or accrued $462,665 (2009 – $280,379) to directors or companies controlled by directors for services supplied by them for investigation and exploration activities and management and administration services. Of this amount, $279,377 is included in consulting costs and $183,288 is included in administrative services and office costs for administrative services which include: a chief financial officer, a corporate secretary, accounting staff and office space. These transactions were in the normal course of operations and are measured at the exchange amount which is the amount established and agreed to by the related parties.

As at September 30, 2010, a total of $11,424 (2009 - $46,735) was included in accounts payable and accrued liabilities which was due to related parties and a total of $10,000 (2009 - $10,000) due from related parties was included in accounts receivable. These balances are non-interest bearing and are due on demand. Due to related parties consists of amounts owed to directors and officers and owed to companies which have at least one director in common with the Company.

(Expressed in Canadian dollars)

10. SEGMENTED INFORMATION

The Company operates solely within the exploration industry. At September 30, 2010, the Company had equipment and mineral properties located geographically as follows:

September 30, 2010	**Equipment**	**Mineral Properties**
Canada	$ 75,030	$ -
United States of America	8,821	8,510,276
Turkey	90,330	335,412
Georgia and Caucusus	18,050	-
Australia	-	136,050
Haiti	78,223	924,620
Kyrgyz Republic	49,606	39,000
Sweden	-	681,965
	$ 320,060	$ 10,627,323

March 31, 2010	**Equipment**	**Mineral Properties**
Canada	$ 84,045	$ -
United States of America	7,617	8,510,276
Turkey	134,207	618,920
Haiti	88,341	924,620
Kyrgyz Republic	60,805	39,000
Sweden	-	16,671
	$ 375,015	$ 10,109,487

11. RISK AND CAPITAL MANAGEMENT; FINANCIAL INSTRUMENTS

The Company is a junior exploration company and considers items included in shareholders' equity as capital. The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders.

The Company currently has no source of revenues. In order to fund future projects and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. As at September 30, 2010, the Company had working capital of $16,078,797 and shareholders' equity of $24,574,323. Management has assessed that this working capital is sufficient for the Company to continue as a going concern beyond one year. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk of characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through public and/or private placements sell assets or return capital to shareholders. The Company is not subject to externally imposed capital requirements.

(Expressed in Canadian dollars)

11. RISK AND CAPITAL MANAGEMENT; FINANCIAL INSTRUMENTS (cont'd …)

Fair Value

Marketable securities are carried at fair value using a level 1 fair value measurement. Warrants are carried at fair value using a level 2 fair value measurement. The carrying value of receivables and accounts payable and accrued liabilities approximated their fair value because of the short-term nature of these instruments.

Financial instruments measured at fair value on the balance sheet are summarized in levels of fair value hierarchy as follows:

Assets	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	$ 14,494,908	$ -	$ -	$ 14,494,908
Marketable securities	836,305	-	-	836,305
Restricted cash and reclamation bonds	562,849			562,849
Warrants	-	353,516	-	353,516
Total	$ 15,894,062	$ 353,516	$ -	$ 16,247,578

The Company's financial instruments are exposed to certain financial risks, including credit risk, interest rate risk, market risk, liquidity risk and currency risk.

Credit Risk

The Company is exposed to credit risk by holding cash and cash equivalents. This risk is minimized by holding the funds in Canadian banks or with Canadian treasury bills. The Company has minimal accounts receivable exposure.

Interest rate risk

The Company is exposed to interest rate risk because of fluctuating interest rates. Management believes the interest rate risk is low given the current low global interest rate environment. Fluctuations in market rates do not have a significant impact on the Company's operations due to the short term to maturity and no penalty cashable feature of its cash equivalents.

Market risk

The Company is exposed to market risk because of the fluctuating values of its publicly traded marketable securities and other company investments. The Company has no control over these fluctuations and does not hedge its investments. Based on the September 30, 2010 portfolio values every 10% increase or decrease in the share prices of these companies would have impacted other comprehensive income, up or down, by approximately $76,845 before income taxes.

Liquidity risk

Liquidity risk is the risk that the Company is unable to meet its financial obligations as they come due. The Company manages this risk by careful management of its working capital to ensure its expenditures will not exceed available resources.

11. RISK AND CAPITAL MANAGEMENT; FINANCIAL INSTRUMENTS (cont'd …)

Currency risk

The Company is exposed to the financial risk related to the fluctuation of foreign exchange rates. The Company operates in Canada, Haiti, Turkey, the Kyrgyz Republic, Sweden, Australia and the USA. The Company funds cash calls to its subsidiary companies outside of Canada in US dollars and a portion of its expenditures are also incurred in local currencies. Management believes the foreign exchange risk derived from currency conversions and relative exchange rate between Canadian and US dollars is low and therefore does not hedge its foreign exchange risk.

12. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	Three Months Ended		Six Months Ended	
	September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009
Cash received for interest	$ -	$ -	$ -	$ -
Cash paid for interest	$ -	$ -	$ -	$ -
Cash paid for income taxes	$ -	$ -	$ -	$ -

The significant non-cash investing and financing transactions during the six months ended September 30, 2010 included:

a) Re-allocation of $143,377 of contributed surplus to share capital from the exercise of options;
b) Issuance of 28,283 common shares valued at $72,687 for the acquisition of mineral properties;
c) The net adjustment of $892,438 to accumulated other comprehensive income for fair value changes of investments available for sale.

There were no significant non-cash investing and financing transactions during the six months ended September 30, 2009.

13. SUBSEQUENT EVENTS

On November 15, 2010, the Company closed a private placement, and issued the shares and warrants pursuant to a financing for gross proceeds of $17,500,000 from the sale of 7 million units (a "Unit"). Each Unit, priced at $2.50, consists of one EMX common share and one transferable share purchase warrant (a "Warrant"). Each Warrant will be exercisable over a five-year period to purchase one EMX common share at a purchase price (the "Exercise Price") of $3.50 during the first year, $4.00 during the second year, $4.50 during the third year, $5.00 during the fourth year, and $5.50 during the fifth and final year. If the volume weighted average price of EMX common shares on the TSX Venture Exchange is at least 30% above the current Exercise Price of the Warrants for a period of 30 consecutive trading days, the Company will have the option to give notice that the Warrants must be exercised within 15 trading days or they will be cancelled. The Company paid a fee in respect of subscriptions from investors introduced by a finder. The fee is that number of Units equal to 5% of the number of Units issued pursuant to such subscriptions. In addition, the finder was issued that number of finder warrants equal to 5% of such Units, with each finder warrant being exercisable for two years to acquire one EMX common share for CAD $2.65.

On November 10, 2010 the Company granted 150,000 incentive stock options, exercisable at $2.51 per share for a period of five years, to certain employees and consultants of the Company.