

**Continue To Buy Eldorado Gold (ELD-1: C\$5.76)**

November 9, 2006



**Eldorado Gold has higher targets.**

Subsequent to our previous report on Eldorado Gold (January 6, 2006 - \$6.18), the stock rallied to \$6.50 (A), pulled back to \$4.50 in March 2006 (B), and then settled in the horizontal trading range between \$4.50 and \$6.50 (see dashed lines). Recently the stock has resumed its up-trend toward the top of the range (C). A breakout above \$6.50 would point to significantly higher targets.

Technical indicators confirm the bullish status: the 40-week moving average is trending higher, the VSI shows positive momentum, and the MACD is rising (see lower panel). Only a sustained decline below \$4.50 would reverse the long-term trend of this stock.

**Point & Figure measurements provide a target of \$8 (a 39% appreciation potential from current level). Higher targets are also visible.**

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