

Interim report January-September 2011

Kopy Goldfields finalized the exploration season 2011 receiving strong exploration results within several targets and welcomes Eldorado Gold Corp as the new major shareholder."

Exploration development during third quarter 2011

- Most of the field exploration activities were finalized by the end of September except Krasny where the last drill hole was completed on October 14. The main target was to understand the exploration potential for all the projects and do internal estimation of target resources if possible.
- The results were analyzed from Kavkaz-license, Zolotoy-, Uspenskoye-, Obruchevea-, all within Prodolny-license and Vostochnaya-license and released in November, see significant events after reporting period. The Krasny-license result will be released in November.

Exploration activities during 2011	Total	Kopylovskoye	Kavkaz	Krasny	Uspenskoye	Zolotoy	Obruchevea	Vostochnay
Drilling RC, meters	6 486	4 880	948	0	315	343	0	0
Drilling diamond, meters	4 648	0	1 602	1 963	300	783	0	0
Trenching, meters	4 270	0	0	0	1 680	2 080	510	0
Tomography, kilometer	14	1	2	3	3	3	0	2
Geophysics (IP, Magnetic, Resistivity), km sq	10			4				6
Soil sampling, km sq	3					3		

11, 686 samples were sent for assay test in Alex Stuart Lab in Moscow during October

Corporate development during third quarter 2011

- The warrant program for the employees was successfully implemented.
- The company has decreased the number of employees from total 116 on June 30 to 91 on September 30. The total includes permanent personnel 41 (44 in June 30), seasonal and temporary personnel.
- Eldorado Gold Corp became the new major owner with 28,9 % holding after investing 29 MSEK into the company. Eldorado Gold Corp is a fast growing mid-tier gold producer listed in Toronto (TSX:ELD), New York (NYSE:EGO) and Australia (ASX:EAU) and has a market cap of approximately 8.7 billion USD. They target to produce around 750 kOz of gold in Turkey, China and Brazil during 2011. They have gold resources of 30 Moz and an exploration budget target of 54 MUSD in 2011. They have a fast growing focus and industry experience in 'frontier' legislations and aim to have a long-term capital support to Kopy Goldfields. With their solid exploration experience the companies decided to form a Technical Committee with two experienced geologist from Eldorado Gold Corp and Kopy Goldfields.

Financial information	Third quarter		Jan-Sep		Full Year
	2011	2010	2011	2010	2010
Evaluation work and licenses, MSEK	8,0	6,8	23,8	23,9	41,1
Cash & cash equivalents at end of period, MSEK	14,4	4,6	20,0	10,1	0,9
Profit/loss after financial items, MSEK	2,7	-5,8	-84,1	-11,3	-13,2
Net income for the period, MSEK	2,3	-5,0	-80,4	-11,2	-8,6
Net income for the period per share, SEK	0,34	-1,42	-12,05	-4,01	-2,85

Significant events after the reporting period

- Eldorado Gold Corp finalized the second investment into the company and bought 1 000 000 shares at 12 SEK.
- Due to a strong financial position, the company decided not to withdraw the last 2.5 MSEK loan from the shareholder Commodity Quest. The total long-term loan will therefore amount to 10.2 MSEK.
- All exploration results were received in November. Strong and very promising results were received on Zolotoy, Kavkaz and Vostochnaya. Obruchevea and Uspenskoye will probably be developed as cluster areas supporting Kavkaz. Krasny will be reported in November.
- Evgeny Bozhko was appointed new Chief Geologist in Kopy Goldfields. Evgeny has a wide experience from exploration in Africa and other areas within world.

Comments from CEO

Dear Shareholders,

During the third quarter the business community was struggling with discrepant signs of approaching international financial collapse, and hardly any people know how to solve the crisis. The investors in the world chose less risky investments and the banks in Europe have strengthened their loan constraints.

New major investor creates financial stability

Despite this Kopy Goldfields received a strong commitment and support from a new major investor, Eldorado Gold Corp, a Canadian gold producer. Having reviewed Kopy Goldfields for six months, making a due diligence both on a corporate and operational level, making a visit on site and reviewing the quality of exploration assets and the work done, skills of the team, Eldorado Gold decided to invest 29 MSEK and become a 28,9 % shareholder in Kopy Goldfields AB. Eldorado Gold will be part of the Technical Committee and appoint a Board director to closely participate in strategic management.

Strong exploration results creates interesting possibilities for 2012

The exploration season has ended and the results made us even more confident that we are developing a gold company within the right direction and within one of the most gold prospective areas in the world. We have learned a lot from the drilling and exploration season and are during the winter justifying and modifying our internal processes to make our exploration more efficient and stable during 2012. We are proceeding with cost reduction program and increasing efficiency everywhere in the operations.

I am looking forward with strong commitments from our old and new shareholders to further develop Kopy Goldfields into an internationally known gold exploration company in one of most gold rich areas in the world.

Best regards,

Mikhail Damrin

Kopy Goldfields creates value through large scale exploration

History of Kopy Goldfields AB (publ)

Kopy Goldfields AB (ticker: KOPY) is a public junior listed Swedish gold exploration company, listed on Nasdaq OMX First North, Stockholm. The Company was established in 2007 after having acquired a gold deposit, with the name Kopylovskoye. During the last four years the company has acquired six additional licenses and developed a portfolio of 17 exploration targets hence the company decided to change name from Kopylovskoye AB to Kopy Goldfields AB (publ). Kopy Goldfields AB is the holding company for six Russian subsidiaries: OOO Kavkaz Gold, OOO Kopylovskoye, OOO Krasny, OOO Prodolny, OOO Resurs and OOO Kopylovskoye Management and the Swedish subsidiary Kopy Development AB.

Business concept and targets

Kopy Goldfields vision is to become a world-class exploration and production company. The company's business concept is to identify and develop bedrock gold projects located within the established area of alluvial gold mining in Lena Goldfields in Bodaibo area of Irkutsk Region in Russia from exploration into production. The long-term target is to develop 5 Moz of mineral resources and to be able to produce 0.2 Moz of gold annually.

Operating in one of the world's most gold rich areas

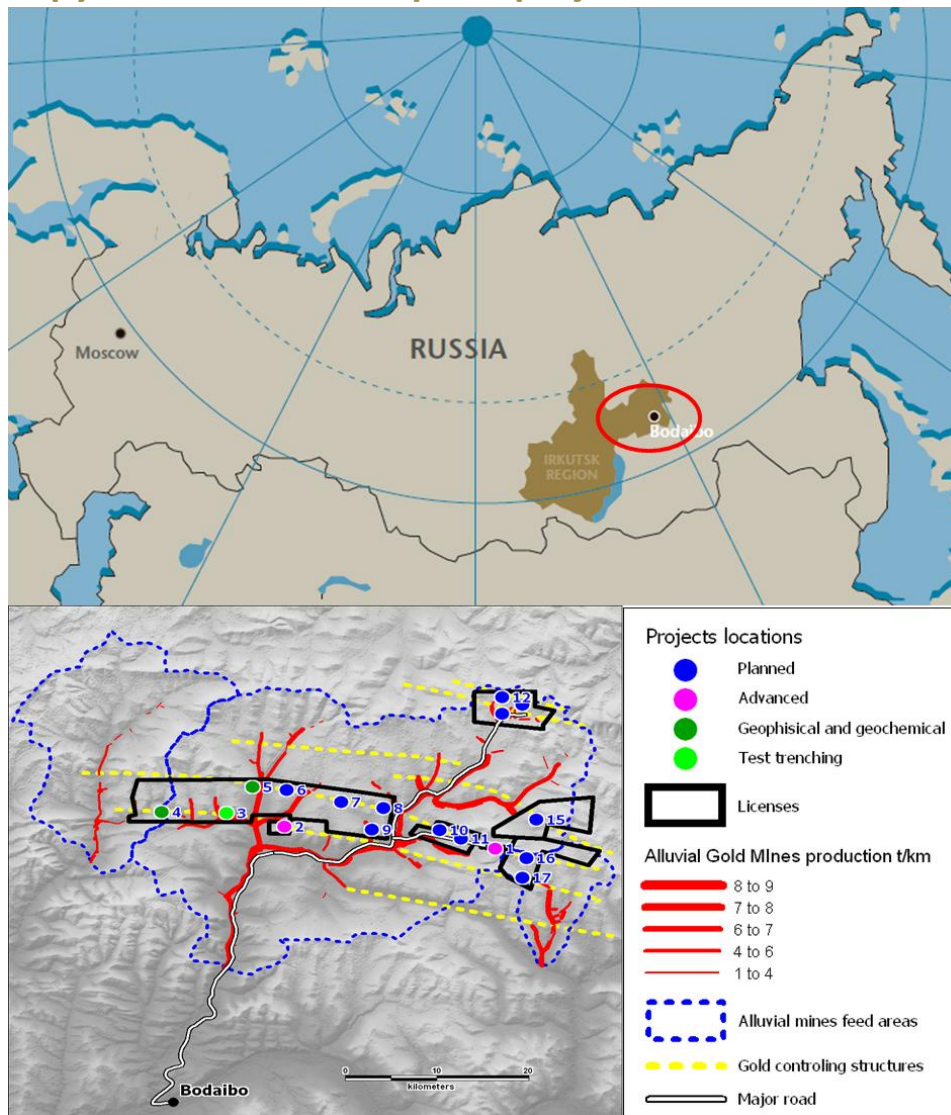
Kopy Goldfields is currently developing 17 bedrock gold projects. During the summer season of 2011 Kopy Goldfields was focused on making assessment of exploration potential of the most interesting gold mineralization within all seven exploration licenses. All projects are located in Lena Goldfields famous for a long history of alluvial gold mining. Our exploration projects are in different development stages.

- Kopylovskoye has recently announced mineral resource estimation in accordance with the JORC Code. Kopylovskoye belongs to a cluster of geologically similar mineralizations located within two to five kilometres distance from each other within Kopylovskoye, Vostochnaya, Takhtykan and Pravovesenniy properties all belonging to Kopy Goldfields..
- Kavkaz is in the advanced exploration phase together with Zolotoy, Uspenskoye and Obrucheva mineralization within Prodolny-license which were covered with exploration activities during the summer 2011.
- Krasnyy and Northern-mineralisation within Krasnyy-license were covered with target drilling during the summer 2011.
- Takhtykan-license, Bannoye East and Bannoye mineralisation at Vostochnaya-license and Gromovsky North at Prodolny license has been explored during quarter three and will be evaluated for further exploration during 2012.

Well developed infrastructure and trusted by local authorities

The licenses are geographically concentrated within a 15 x 20 km large area, within 40 to 75 km distance to the area's main town Bodaibo. The distance from the deposits to the main road is between one and 10 km. From Kavkaz in the west to Takhtykan in the east the distance is only 25 km, creating a good opportunity for servicing several deposits from one processing plant. The infrastructure is well developed with water supply, electricity and federal roads to the deposits. The company has average 50 employees over the season, with small offices in Stockholm, Moscow and Bodaibo. The deposit is located 100 km from Sukhoy Log (60 Moz) which is the largest undeveloped gold deposit in Russia. Artemovsky district (Lena Goldfields) is the target exploration area with 20 Moz of historic alluvial gold production. The company fulfill the authorities environmental and safety requirements and are therefore well trusted by local authorities.

Kopy Goldfields develops 17 projects within 7 licenses on 255 sq km



Outlook fourth quarter 2011

- The company is going start planning for the exploration season in 2012 after all results received from exploration season 2011.
- The company continues to work with SRK Consulting who is continuously supervising the drilling and exploration results since they will issue a JORC-report. Samples from the activities are continuously analyzed at Alex Stuart Laboratory in Moscow.

Third quarter 2011

During the period the Company invested 8,0 MSEK (6,8) in exploration and evaluation work. Of the exploration and evaluation work 4,7 MSEK (2,5) consisted of work performed by the company for its own use and capitalised. The exploration licenses and evaluation work amounts to 96 MSEK in the balance sheet.

During the third quarter the Company received 17 MSEK from a new share issue to Eldorado Gold Corp.

Operating expenses amounted to 2,6 MSEK (8,8) of which 5,8 MSEK (5,1) were personnel costs. The net income includes 4,3 MSEK reversal of previously made write-down of exploration licences and evaluation work.

Net tax revenue amounted to -0,4 MSEK (0,8) and was related to changes in deferred tax liability.

Net income for the period amounted to 2,3 MSEK (-5,0) which equals 0.34 SEK per share (-1.42).

January –September 2011

The Company has not yet started production and does therefore not report any net revenue.

During the period the Company invested 23,8 MSEK (23,9) in exploration work and acquisitions of licenses, whereof 23,4 MSEK (19,2) was exploration work and 0,4 MSEK (4,7) was acquisition of new licences. The new license was acquired on a public auction. (Of the exploration work 12,4 MSEK (9,2) consisted of work performed by the company for its own use and capitalised. During the second quarter the book value of the Kopylovskoye project was written off with 74,7 MSEK to fair value based on an impairment test with the new information from new resource report. During the third quarter 4,3 MSEK was reversed of previously made write-down of exploration licences and evaluation work as a result of changes in currency rates.. The exploration licenses and evaluation work after the write down amounts to 89 MSEK in the balance sheet.

Operating expenses amounted to 97,7 MSEK (19,1) of which 70,4 MSEK was value adjustment of exploration licences work and 15,6 MSEK (10,7) were personnel costs.

Net tax revenue amounted to 3,7 MSEK (0,1) and was related to reduced deferred tax liability attributable to the impaired capitalized Kopylovskoye project costs.

Net income for the period amounted to -80,4 MSEK (-11,2) which equals -12.05 SEK per share (-4,01).

Cash and cash equivalents amounted to 20,0 MSEK (10,1) at the end of the period.

Cash flow for the period amounted to 19,1 MSEK (4,5). During the period the proceeds from the rights issue completed in December 2010 were received. The Company received 41,9 MSEK after set off of loans and net of issue costs. In the first quarter the Company also settled the remainder of the short term loans received during the autumn 2010 from a number of the larger shareholders, directors of the board and management. The remainder of the loans that were settled amounted to 4.0 MSEK. At the end of the period the Company also received 17 MSEK from a new write issue to Eldorado Gold Corp. The company has also received 10,2 MSEK in new long term loans from the major shareholders.

Equity amounted to 114,5 MSEK (127,0) at the end of the period which equals 13.75 SEK per share (34.50).

Equity asset ratio was 84,5% (81,5%) at the end of the period.

The average number of employees during the period was 98 (64). 38 persons were permanent employees and 60 persons were temporary employees involved in seasonal exploration work. The increase in employees during the period is due the drilling activities on Kopylovskoye and Kavkaz.

Going concern

Gold exploration is a capital intensive activity and as noted above the Company does not yet have any revenue. As described in the 2010 annual report and prospectuses published in 2010 the Company will require additional financing to continue the operations for the next 12-month period. The Board believe that financing primarily should be done via new share issues possibly supplemented by bridge financing. Given the estimated values of the Company's licenses and probable additionally raised capital the Board's assessment is that the Company can continue on a going concern.

Significant events after the reporting period

- On November 2, 2011, encouraging drilling results was announced within Kavkaz-license, with intercept 1.0 meters at 3.38 g/t gold, 10 meters at 2.79 g/t gold and 2.8 meters at 2.94 g/t gold. The structure is open in all directions.
- On November 4, 2011, a discovery of a massive continuous gold mineralization was announced at Zolotoy-project within the Prodolny-license with a surface length of two kilometer along strike and a width of 700 meter. The structure is open in all directions. The longest intercept of gold mineralization is along 35 meters @ 0.71 g/t gold, 17.5 meters @ 0.71 g/t gold and 11.5 meters @ 1.05 g/t gold. The highest gold grade intercept is 3 meter @ 3.28 g/t, 1 meter @ 1.90 g/t and 5 meter @ 1.68 g/t. On November 7, 2011, two minor gold mineralization areas was announced with intersect of 2 meters @ 1.5 g/t gold on Obrucheva-project and with intersect of 2 meters @ 6 g/t within Uspenskoye-project which is part of the extension from Kavkaz-license. The gold mineralization's make a good option for cluster exploration together with Kavkaz.
- On November 7, 2011, Evgeny Bozhko was appointed to new Chief Geologist. As the company is developing there is need to strengthen the exploration team with more international experienced geologists. Evgeny has a wide experience from exploration in Africa and other areas within world. He has been working with our projects for the last year as head of the prospecting team
- On November 8, 2011, positive results were announced from investigation of previous mineralization within Vostochnaya-license which will add potential mineral resources to the Kopylovskoye-project. The area makes a good option for cluster development together with the Kopylovskoye-project.

The Parent Company

Total assets at the end of the first nine month period amounted to 255,0 MSEK (235,2). Cash and cash equivalents amounted to 19,4 MSEK (9,3). Net income for the first nine month period amounted to -51,8 MSEK (-3,8). The net income includes a 45,4 MSEK write-off of loans to subsidiaries due to new resource estimation and impairment test of the Kopylovskoye project.

Risks and uncertainties

A detailed description of the Company's risks is included in the 2010 annual report of Kopy Goldfields. There have not been any significant changes in significant risks and uncertainties during the period. The risks include, among others, geological risks, risks related to the deposits, supplier and contractor delivery risk, impairment test risks, gold price risks, currency exchange risk and political risks,

Financial calendar

February 28, 2012	Year-end report 2011
May 16, 2012	Quarterly report Jan-March 2012
May 16, 2012	Annual Report
May 16, 2012	Annual General Meeting
August 24, 2012	Half-year report

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Publication under Swedish law

Kopy Goldfields is publishing this information in accordance with the Swedish Financial Markets Act (Sw. Lag om värdepappersmarknaden) and/or the Swedish Financial Trading Act (Sw. Lag om handel med finansiella instrument). This information was released for publication on August 31, 2011 at 08.45 CET.

Kopy Goldfields is since June 3, 2011, applying the internationally accepted JORC code to verify the mineral resources and ore reserves. SRK Consulting acts as consultant and will approve the mineral resources according to the JORC Code. Kopy Goldfields AB applies International Financial Reporting Standards (IFRS), as approved by the European Union. Mangold Fondkommission acts as Certified Adviser and Liquidity Provider.

This report has not been reviewed by the company's auditors.

This report is an in-house translation of the original in Swedish

Stockholm November 17, 2011
Kopy Goldfields AB (publ)

Kjell Carlsson
Chairman

Andreas Forssell
Director

Peter Geijerman
Director

Markku Mäkelä
Director

Sergei Petrov
Director

Johan Österling
Director

Patrik Perenius
Director

Mikhail Damrin
Chief Executive Officer

This interim report and additional information are available on www.kopygoldfields.com

CONDENSED CONSOLIDATED INCOME STATEMENT

KSEK	Jul-Sep		Jan-Sep		Jan-Dec
	2011	2010	2011	2010	2010
Net turnover	0	0	0	0	0
Other revenue	818	21	1 545	244	433
Total revenue	818	21	1 545	244	433
Work performed by the company for its own use and capitalized	4 736	4 203	12 413	9 220	12 582
Other external costs	-1 051	-3 706	-11 604	-8 407	-8 046
Personnel costs	-5 829	-5 128	-15 631	-10 727	-15 962
Depreciation and write-downs of intangible and fixed assets	4 294	0	-70 416	-3	-5
Total operating expenses	-2 586	-8 834	-97 651	-19 137	-24 013
Operating result	2 968	-4 610	-83 693	-9 673	-10 998
Financial items	-279	-1 227	-380	-1 627	-2 217
Result after financial items	2 689	-5 837	-84 073	-11 300	-13 215
Tax	-367	822	3 680	69	4 605
NET INCOME FOR THE PERIOD	2 322	-5 015	-80 393	-11 231	-8 610
<i>Earnings per share before and after dilution</i>	0,34	-1,42	-12,05	-4,01	-2,85
<i>Average number of shares before and after dilution*</i>	6 757 732	3 530 540	6 670 695	2 802 869	3 024 366
<i>Number of shares at the end of the period</i>	8 327 193	3 681 634	8 327 193	3 681 634	6 626 937

*The calculation of average number of shares and shares number of shares at the end of the period have taken the reverse splits that were completed in July/August 2010 and 2009 into account.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

KSEK	Jul-Sep		Jan-Sep		Jan-Dec
	2011	2010	2011	2010	2010
Net income for the period	2 322	-5 015	-80 393	-11 231	-8 610
<i>Other comprehensive income</i>					
Exchange differences	-10 212	-15 139	-8 531	-11 911	-11 683
Total comprehensive income for the period	-7 890	-20 154	-88 924	-23 142	-20 293

CONDENSED CONSOLIDATED BALANCE SHEET

KSEK	2011 Sep 30	2010 Dec 31
<i>ASSETS</i>		
Non-current assets		
<i>Intangible fixed assets</i>		
Exploration licenses and evaluation work	96 235	144 839
<i>Tangible fixed assets</i>		
Buildings and Machinery and equipment	9 061	6 182
Total non-current assets	105 296	151 021
<i>Current assets</i>		
Inventory	2 060	715
Receivables	8 219	57 303
Cash & cash equivalents	20 037	916
Total current assets	30 316	58 934
TOTAL ASSETS	135 612	209 955
<i>EQUITY AND LIABILITIES</i>		
Equity		
	114 524	186 469
Total non-current liabilities		
	11 474	5 393
Total current liabilities		
	9 614	18 093
TOTAL EQUITY AND LIABILITIES	135 612	209 955

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

KSEK	2011 Jan-Sep	2010 Jan-Sep	2010 Jan-Dec
Cash flow from operating activities	-21 433	-9 822	-9 064
Cash flow from investing activities	-31 372	-37 356	-47 996
Cash flow from financing activities	71 938	51 639	52 293
Cash flow for the period	19 133	4 461	-4 767
Cash at the beginning of the period	916	5 702	5 702
Exchange differences on cash	-12	-78	-19
Cash at the end of the period	20 037	10 085	916

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

KSEK	2011 Jan-Sep	2010 Jan-Sep	2010 Jan-Dec
Equity at the beginning of the period	186 469	105 510	105 510
Share issue	-	47 890	47 889
Not yet registered share issue	-47 797		64 797
Registration share issue	64 797		
Issue costs	-21	-3 282	-11 434
Net income for the period	-80 393	-11 231	-8 610
Other comprehensive income for the period	-8 531	-11 911	-11 683
Equity at the end of the period	114 524	126 976	186 469

PARENT COMPANY CONDENSED INCOME STATEMENT

KSEK	Jul-Sep		Jan-Sep		Jan-Dec
	2011	2010	2011	2010	2010
Revenue	561	723	2 523	1 623	3 043
Operating expenses	-3 015	-3 141	-9 984	-6 333	-9 214
Operating result	-2 454	-2 418	-7 461	-4 710	-6 171
Financial items	295	546	-44 344	958	1 196
Result after financial items	-2 159	-1 872	-51 805	-3 752	-4 975
Tax	-	-	-	-	-
NET INCOME FOR THE PERIOD	-2 159	-1 872	-51 805	-3 752	-4 975

PARENT COMPANY CONDENSED BALANCE SHEET

KSEK	2011 Sep 30	2010 Dec 31
ASSETS		
<i>Financial fixed assets</i>		
Shares in group companies	229 020	195 707
Receivables, group companies	594	44 262
Total non-current assets	229 614	239 969
<i>Current assets</i>		
Receivables	6 006	52 520
Cash & cash equivalents	19 422	646
Total current assets	25 428	53 166
TOTAL ASSETS	255 042	293 135
EQUITY AND LIABILITIES		
<i>Equity</i>	242 884	278 797
<i>Total non-current liabilities</i>	10 524	-
<i>Total current liabilities</i>	1 634	14 338
TOTAL EQUITY AND LIABILITIES	255 042	293 135

NOTES

Note 1 Information about the Company

Kopy Goldfields AB (publ), corporate identity number 556723-6335, with registered office in Stockholm, Sweden, is a public company listed on Nasdaq OMX First North. The Company's and its subsidiaries' operations are described in the "Kopy Goldfields on a mission" section in this report.

Note 2 Accounting principles

The interim report for the period ended September 30, 2011 has been prepared in accordance with IAS 34 and the Swedish Annual Reports Act (*Sw. Årsredovisningslagen*). The interim consolidated financial statements have been prepared, consistently with the 2010 consolidated financial statements, in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and by the Swedish Annual Reports Act. The parent company's financial statements have been prepared in accordance with the Swedish Annual Reports Act and the recommendations "RFR 2 on Financial Reporting for Legal Entities" issued by the Swedish Financial Reporting Board (*Sw. Rådet för finansiell rapportering*).

The same accounting principles have been applied during the period as were applied during the financial year 2010 and in the way they were described in the 2010 annual report. A number of new amendments to the IFRS and interpretations by the International Financial Reporting Interpretations Committee (IFRIC) went into effect on January 1, 2011. None of the changes that have gone into effect have had any significant effect on Kopy Goldfields financial reports.

The interim report does not contain the entirety of the information that appears in the annual report and, accordingly, the interim report should be read in conjunction with the 2010 annual report.

Note 3 Segment reporting

The Company applies IFRS 8 for segment reporting. All of the exploration activity within Kopy Goldfields is exposed to similar risks and possibilities and is performed within Russia. The Company's operations constitute one segment and segment information is therefore not disclosed.

Note 4 Related party transactions

In January 2011 the Company repaid short term loans of 4 MSEK that had been received during the autumn from major shareholders, directors of the board and management. Long-term loan commitments of 12.7 MSEK were approved with major shareholders in August 2011 to secure further financing with 7 % interest rate and two years duration. The loans received amounts to 10,2 MSEK since the Company has decided not to ask for the remaining 2,5 MSEK from Commodity Quest.

Note 5 Receivables

The proceeds from the rights issue completed in December 2010, which were reported as current receivables, were received in the January 2011. The Company received net 41.9 MSEK after set off of loans and net of issue costs.

Note 6 Registration of share issue

The rights issue completed In December 2010 was registered with the Swedish Companies Registration Office in the beginning of 2011.

Note 7 Contingent liabilities

The Company has no Contingent liabilities on the balance day. The dispute with a former consultant as described in the annual report 2009 was solved during the second quarter.