

CENTRAL GOLD-TRUST

NOTES TO FINANCIAL STATEMENTS

For the nine months ended September 30, 2004

1. Central Gold-Trust ("Gold-Trust") is a self-governing limited purpose trust established under the laws of Ontario on April 28, 2003 to hold pure gold bullion.
2. The accounting policies used in the preparation of these unaudited interim financial statements conform with those presented in the December 31, 2003 audited financial statements of Gold-Trust. These unaudited interim financial statements do not include all of the disclosures included in the annual financial statements and accordingly should be read in conjunction with the annual financial statements.
3. Details of gold bullion holdings at September 30, 2004, are as follows:

Gold holdings at September 30

Gold bullion in fine ounces	82,619	
Gold certificates in fine ounces	4,581	
Total fine ounces of gold	87,200	
Cost – Average \$346.37 per oz.	\$ 30,203,760	
<hr/>		
Market Value: Per Fine Ounce	Total	
December 31, 2003	\$416.25	\$ 36,297,000
September 30, 2004	\$415.65	\$ 36,244,680

4. Gold-Trust is party to an agreement with Central Gold Managers Inc. (the "Administrator"), which is related to Gold-Trust through certain of its officers and Trustees. The Administrator furnishes administrative services to Gold-Trust. For such services, Gold-Trust has agreed to pay an administrative fee, on a monthly basis, equal to 0.40% per annum for the first \$100,000,000 of Gold-Trust's total assets, 0.30% per annum for any excess over \$100,000,000 up to \$200,000,000 and 0.20% per annum for any excess over \$200,000,000 of total assets. No Trustees fees are paid by Gold-Trust to persons who are directors and officers of the Administrator or to Trustees who are members of the Executive Committee of Gold-Trust. The Administrator and the Trustees have consented to reduced fees at three-quarters of stated rates during this initial stage of Gold-Trust's development.
5. On September 29, 2004, Gold-Trust filed a preliminary prospectus for a future public issue of Units. The Trustees have resolved that any new issue of Units will only be approved at a price that is non-dilutive to the net asset value for existing Unitholders. An additional issue of Units will increase the total assets of Gold-Trust and therefore should decrease the expense ratio to the advantage of all Unitholders.

CENTRAL GOLD-TRUST

Central Gold-Trust is North America's first and only self-governing gold trust, holding pure gold bullion on behalf of its public voting investors.

Third Quarter Report for 2004

We are pleased to present this Third Quarter Report of Central Gold-Trust for the nine months ended September 30, 2004.

An update of Management's Discussion and Analysis since the Annual Report for 2003 is found in Notes 3 and 5 on page 4 hereof and is as follows:

Net Loss – The reported loss includes unrealized depreciation of investments, due to the modest decline in the price of gold compared to 9 months ago. Although no investments were sold during the period, Gold-Trust's financial reporting follows the new CICA Accounting Guideline 18 which will become mandatory at the end of this fiscal year. This new accounting methodology may result in substantial changes in net income from reporting period to reporting period due to unrealized appreciation, or depreciation, of investments being included in the net income calculation. The expenses of maintaining Gold-Trust for the nine months amounted to \$243,331 and net loss, including unrealized depreciation, amounted to \$266,709. The Trustees are seeking to increase the size of Gold-Trust on a non-dilutive basis to reduce the ratio of expenses for the benefit of all Unitholders.

Net Assets – A minor decline in the gold price, from \$416.25 on December 31, 2003 to \$415.65 per fine ounce on September 30, decreased total net assets, after expenses, by \$266,709; from \$37,462,309 at year-end to \$37,195,600 on September 30. Of these assets 97% was invested in gold. The holdings of 87,200 ounces of unencumbered gold consisted of 82,619 fine ounces of physical gold bullion and 4,581 ounces in certificate form held in safekeeping by a Canadian chartered bank which provides segregated and insured treasury vault storage for the physical gold bullion.

Liquidity – All of the gold and interest-bearing cash deposits, which are the assets of Central Gold-Trust, are readily negotiable, marketable, exchangeable and highly liquid.

According to legal and tax counsel, the Units of Gold-Trust, traded on the Toronto Stock Exchange with symbol GTU.UN, qualify for investment by individuals and most types of retirement accounts and financial institutions in Canada.

Your Trustees and the Administrator are committed to the sound and secure stewardship of your Gold-Trust investment holdings in "The Gold Bullion Trust".

Sincerely,

On behalf of the Board of Trustees,

(Signed:) "J.C. STEFAN SPICER"

President & CEO

November 1, 2004

CENTRAL GOLD-TRUST
STATEMENT OF NET ASSETS
(expressed in U.S. dollars)
September 30, 2004
(unaudited)

	September 30 2004	December 31 2003
Net Assets:		
Gold at market \$415.65 per fine oz., (cost \$30,203,760) (note 3)	\$ 36,244,680	36,297,000
Interest-bearing cash deposits	994,996	1,208,448
Prepaid expenses & other	3,351	2,464
	<u>37,243,027</u>	<u>37,507,912</u>
Accrued liabilities	(47,427)	(45,603)
Net assets representing Unitholders' equity	<u>\$ 37,195,600</u>	<u>37,462,309</u>
Represented by:		
Capital: 2,300,000 Units issued and outstanding	\$ 31,508,019	31,508,019
Retained earnings (inclusive of unrealized appreciation of investments)	5,687,581	5,954,290
	<u>\$ 37,195,600</u>	<u>37,462,309</u>
Net asset value per Unit	\$ 16.17	16.29
Net asset value per Unit expressed in Canadian dollars	\$ 20.44	21.05
Exchange rate: U.S. \$1.00 = Cdn.	\$ 1.2639	1.2924

See accompanying notes to financial statements.

CENTRAL GOLD-TRUST
STATEMENT OF CHANGES IN NET ASSETS
(expressed in U.S. dollars)
September 30, 2004
(unaudited)

	9 months ended Sept. 30, 2004	3 months ended Sept. 30, 2004	July 8, 2003 to Sept. 30, 2003
Net assets at beginning of period	\$ 37,462,309	35,473,690	-
Net gain (loss) (inclusive of unrealized depreciation of investments)	(266,709)	1,721,910	3,495,472
Net issuance of Units	-	-	31,508,019
Increase (decrease) in net assets during the period	(266,709)	1,721,910	35,003,491
Net assets at end of period	<u>\$ 37,195,600</u>	<u>37,195,600</u>	<u>35,003,491</u>

STATEMENT OF INCOME (LOSS)
(expressed in U.S. dollars)
September 30, 2004
(unaudited)

	9 months ended Sept. 30, 2004	3 months ended Sept. 30, 2004	July 8, 2003 to Sept. 30, 2003
Income:			
Interest	\$ 14,473	4,114	3,667
Unrealized appreciation (depreciation) of investments	(37,851)	1,789,215	3,560,729
	(23,378)	1,793,329	3,564,396
Expenses:			
Administration fees (note 4)	\$ 86,729	29,088	25,092
Professional fees	60,362	14,376	18,000
Unitholder Information	29,088	4,685	3,366
Trustee fees and expenses (note 4)	31,114	11,379	11,500
Safekeeping, insurance & bank charges	24,978	8,441	5,311
Registrar and transfer agent fees	10,636	2,480	2,675
Miscellaneous	239	10	95
Foreign currency exchange loss	185	960	2,885
Total operating expenses	243,331	71,419	68,924
Net gain (loss) (inclusive of unrealized depreciation of investments)	\$ (266,709)	1,721,910	3,495,472
Net gain (loss) per Unit: (inclusive of unrealized depreciation of investments)	\$ (.12)	.75	1.52



CORPORATE INFORMATION

Investor Inquiries
Box 10106
Meadowlands P.O.
Ancaster, Ontario L9K 1P3
Tel: (905) 304-GOLD (4653)
Fax: (905) 648-4196
Website: www.gold-trust.com
Email: info@gold-trust.com

Head Office
55 Broad Leaf Crescent
Ancaster, Ontario L9G 3P2
Tel: (905) 304-GOLD (4653)
Fax: (905) 648-4196

Stock Exchange Listing

TSX: Units
Symbol: GTU.UN

Unit Asset Value Information
is available daily by calling
Central Gold-Trust
and is posted daily at
www.gold-trust.com



**CENTRAL
GOLD-TRUST**

THIRD QUARTER REPORT TO UNITHOLDERS

For the nine months ended

September 30, 2004