



## Andash Gold-Copper Project

### 18 March 2010

*Kentor Gold Limited (ASX: KGL) is an Australian-based company formed in 1988 as a specialist gold explorer. The Company was listed on the Australian Securities Exchange in 2005 and has diversified into exploration and development of gold, geothermal energy and base metals in Central Asia where it has highly regarded, established local management. The Andash Gold-Copper Project (Kentor Gold 80%) is targeted to commence production in late 2011 at an annual rate of 60,000 oz gold and 5,000 tonnes copper in concentrate. At Savoyardy (option to purchase 100%) Kentor Gold plans further intensive exploration to increase an existing high grade gold Resource for future mine development.*

### Issued capital:

393 million ordinary shares  
59.1 million unlisted options

### Market Capitalisation

(17 Mar. 2010): \$51 million

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### Progress Report on Andash Gold-Copper Project

Kentor Gold Limited (Kentor Gold or the Company) is pleased to provide an update on recent developments at the Company's Andash Gold-Copper Project in the Kyrgyz Republic.

The feasibility study update and optimisation work that is being carried out by AMEC Minproc Limited ('AMEC Minproc') is due for completion at the end of this month as planned.

AMEC Minproc has commenced detailed engineering and procurement activities. An EPCM contract is currently being negotiated for the project.

Kentor Gold and Andash Mining Company have appointed key senior staff to positions in the Kyrgyz Republic. The positions of Mining Engineer, Chief Geologist, Environmental Manager and Administration Manager have now been filled. These new appointees will join Executive Director Hugh McKinnon and the Andash General Manager Guy Cordingley in the capital Bishkek where Kentor Gold has been located for over 10 years.

Kentor Gold has been fortunate in attracting a high quality leadership team with an appropriate mix of international experience and local knowledge. A number of the new appointees have extensive experience in the Kyrgyz Republic and are well known and highly regarded within the government departments.

Commenting on this progress, Kentor Gold Managing Director Simon Milroy said:

"With good progress being made by AMEC Minproc and the appointment of key construction and operating personnel, Kentor Gold remains on track to commence development of the Andash Project this year and be in production late in 2011."



When it purchased Andash, Kentor Gold also acquired a near new fleet of mobile mining and construction equipment that the vendor had assembled in the Kyrgyz Republic for the project. Re-commissioning of the vehicles has commenced at the rail siding where they are currently located, 150km west of Andash. A team of maintenance personnel from Komatsu Moscow are on site to recommission the equipment.

Site works at Andash are due to commence next month as the mobile fleet is progressively commissioned and mobilised to site.

Exploration drilling programs are currently being planned to target increasing the resource base within the Andash exploration licence. It is anticipated that drilling will commence at Andash during the June quarter.

For further information, visit the Kentor website at [www.kentorgold.com.au](http://www.kentorgold.com.au) or contact:

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