



23 June 2010

Kentor Gold Limited (ASX: KGL) is an Australian-based company formed in 1998 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. Kentor Gold owns 80% of the Andash Gold-Copper Project which is under development is targeted to annually produce 70,000 oz gold and 7,400 tonnes copper in concentrate. At Savoyardy, Kentor Gold plans further intensive exploration to increase an existing high grade gold Resource for future mine development.

Issued capital:

393 million ordinary shares
59.6 million unlisted options

Market Capitalisation

(22 June 2010): \$33 million

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KENTOR GOLD TO INCREASE INTEREST IN ANDASH GOLD COPPER PROJECT TO 90%

Kentor Gold Limited (Kentor Gold or the Company) is pleased to announce that it has negotiated a nine month exclusive option to acquire the remaining 10% interest held by Aurum Mining plc (Aurum) in the Andash Gold-Copper Project in the Kyrgyz Republic.

Once the option has been exercised, it will bring Kentor Gold's interest in the Andash Project to 90%, the remaining 10% being held by a local Kyrgyz company, Invest-centre Talas.

During the option period, Kentor Gold can choose to exercise the option at any time and pay US\$1.8 million to acquire the 10% interest currently held by Aurum. The option period may be extended for a further period of six months by the payment of US\$150,000.

As consideration for the initial option period, Kentor will be releasing Aurum from the representations and warranties made in the purchase contract for the initial 80% of Andash.

Commenting on the deal, Kentor Gold Managing Director Simon Milroy said:

"This option will allow our shareholders to benefit from a greater proportion of the Andash project."

"I am confident that the interim government is taking all steps necessary for the establishment of a legal and democratic government."

Established with a strong on-the-ground presence in the Kyrgyz Republic for more than 10 years, Kentor Gold acquired an 80% interest in the advanced Andash Project from Aurum Mining when it became available in 2009, together with the mining fleet already assembled in the country for the Project.

Kentor Gold holds its current interest in the Andash Project through a wholly owned subsidiary Kaldora Company Limited which will also hold the additional 10% interest.



Kentor Gold Ltd

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For further information, visit the Kentor website at www.kentorgold.com.au or contact:

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