



Kentor Gold Ltd

Highlights of interview....

- Discusses size & potential of Jervois Resource.
- Plans from here.
- Explains how it could be much larger.
- The Gabanintha Resource – to add to Australian Resource base.
- Clarifies Andash situation.

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Title:

“Company Insight – MD Explains Large Jervois Resource”

Record of interview:

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Kentor Gold Ltd (ASX code: KGL) recently announced an Inferred JORC Resource estimate for the Jervois Base Metals Project (Northern Territory, Australia) of 8.8 million tonnes at 1.3% copper and 26.7 g/t silver for a total of 113,000tonnes of contained copper and 7.5million ounces of silver. Can you explain the dimensions and orientation of the Resource? Is it open in any directions?

Managing Director, Simon Milroy

The Resource is spread over four separate ore bodies along a 12km strike length of prospective stratigraphy. The ore body is vertical, varies from 10 to 30metres in width and is open both along strike and down dip at each of the four areas. The resource was limited to a depth of 200 metres below surface, however we have very good intersections from historical drilling carrying high copper and gold grades up to 350 metres below the surface. The current Resource is amenable to open pit mining.

We are currently infilling the area below 200 metres depth with diamond drilling and will be releasing an updated resource before the end of the year. The good ground conditions, vertical orientation and good grades suggest that underground mining is likely to be economic in the deeper zones.

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How pleased are you with the size and quality, including grade, of the Resource?

Simon Milroy

As part of the due diligence relating to the acquisition of Jinka Minerals we did a back of the envelope Resource estimate hence we were very confident that we were heading for a large and high grade Resource. There are very few high grade copper resources on surface in Australia and Jervois has the added bonus of being located on granted Mineral Leases and Mineral Claims - hence the development can proceed at a relatively fast pace.

I am confident that the Resource is likely to support a future mining operation. We are currently conducting a pre-feasibility study to examine an open pit mine feeding a flotation plant to produce a copper concentrate. The project is located close to the Alice to Darwin rail line so transport of concentrates to the Darwin port should be relatively straightforward.

The historical drilling results show that the mineralisation also contains gold, however unfortunately only about 30% of the previous drilling was assayed for gold hence we were unable to include gold in the current Resource estimate. All of the core now being drilled is being analysed for gold and we are optimistic that a gold grade can be included in future Resource estimates.

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The value of the copper in the ground is ~US\$1billion. What type of concentrate might be possible and where might you sell it?

Simon Milroy

MIM Exploration have previously carried out metallurgical test work on the Jervois ore and found that it concentrates well to produce a 28% copper concentrate with a recovery of around 90%. This type of concentrate will be in strong demand from Asian and Chinese smelters and marketing of the concentrates is unlikely to be a problem. As to the value of the Resource, I don't like to talk about in ground values in specific dollar terms, but to put it into perspective, the value of the initial Resource at Jervois is roughly equivalent to the initial Resource at Andash, our gold-copper project in the Kyrgyz Republic.

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I realize it is an Inferred Resource, but what possible Reserve conversion could you achieve?

Simon Milroy

It is too early to say at this point and this will come out of the feasibility study, however given the high grades and the fact that all of the mineralisation outcrops, conversion ratios should be relatively high. The copper mineralisation is hosted in magnetite rich rocks which are hard and generally stand out as a ridge line approximately 20 to 30metres above the surrounding plains, hence stripping ratios will be low for the early years of mine development.

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What are the next exploration activities planned at Jervois?

Simon Milroy

We are currently drilling below the Reward prospect which is targeted to increase the Resource. After this we are planning to drill four diamond holes at the Green Parrot prospect to fill in a prospective high grade zone located immediately below the current Resource. We are then planning some deep drilling to test depth extensions at the Bellbird prospect. All of the diamond core is being drilled as HQ core so that we can use the core for metallurgical test work.

The Green Parrot and Bellbird North prospects also contain lead and zinc and we will be looking to test some samples of this ore as it is different to the Reward and Bellbird ore types.

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Kentor has assembled an impressive group of potential mining projects in Australia including Jervois and Burnakura (Meekatharra district, Western Australia) where you have already announced a JORC Resource of 500,000 ounces of gold. When do you expect to announce a JORC Resource at the third project in Australia (Gabanintha, near Burnakura)? What is possible?

Simon Milroy

We expect to announce a JORC resource for the Gabanintha project next week. The Gabanintha project is a natural fit with Burnakura as it is located just 20 km to the east of Burnakura. Gabanintha mineralisation contains gold and copper and the concept that we are pursuing is to treat the Gabanintha ore at the Burnakura plant by installing some flotation capacity at the Burnakura plant to produce a copper/gold concentrate.

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Can you summarise your timetable or objectives at the three Australian projects?

Simon Milroy

At Burnakura we are targeting resuming gold production in the existing plant by June next year and then adding a heap leaching operation to treat the low grade ore. We are also conducting exploration drilling to expand the resource.

At Gabanintha we are doing an aerial geophysical survey to generate additional targets for drilling.

At Jervois, we will complete a pre-feasibility study this year and then move into a full feasibility study next year.

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Your planned development of the Andash gold-copper project in the Kyrgyz Republic appears to be experiencing delays. Can you explain the situation?

Simon Milroy

There is still a small subset of the local community who are opposed to the development of Andash. We are continuing to attempt to address their concerns and remain confident that the project will go ahead, however it is difficult to put a clear timetable on it.

The shenanigans that went on in the Parliament the week before last don't reflect well on the Parliament. We believe that it was just one political party that organised it.

Fortunately, the Parliament does not have the power to cancel mining licences. That can only be done by the Government through the Ministry of Natural Resources, and the Minister of Natural Resources was quick to come out with a letter stating that our licence is in good standing- we are meeting all of our obligations and he saw no reason to revoke our licence.

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Thank you Simon.

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Jervois Base Metal Project - Inferred Resources

Deposit	MTonnes	Cu %	Cu Tonnes	Ag g/t	Ag ozs	Cu cut-off %
Reward	4.4	1.3	59,000	30.6	4,380,458	0.5
Bellbird	3.4	1.3	45,000	8.0	870,921	0.5
Green Parrot	0.7	1.0	7,000	93.5	2,073,050	0.3
Bellbird North	0.3	0.7	2,000	27.4	268,728	0.2
TOTAL	8.8	1.3	113,000	26.7	7,593,157	

Burnakura Inferred Resource estimates

	0.5 g/t Au cut off			1.0 g/t Au cut off			1.5 g/t Au cut off		
	Mt	Au g/t	Au koz	Mt	Au g/t	Au koz	Mt	Au g/t	Au koz
NOA	5.3	1.8	307	3.4	2.4	262	2.2	3.0	212
Alliance	1.9	1.3	79	0.8	2.0	51	0.4	2.7	35
Lewis Reward	1.2	1.1	42	0.4	1.8	23	0.2	2.3	15
Authaal	1.2	1.2	46	0.4	2.0	26	0.2	2.8	18
Federal City	0.4	1.7	22	0.2	2.7	17	0.1	3.7	12
Banderol	0.6	1.0	19	0.2	1.5	10	0.1	2.1	7
Total	10.6	1.5	516	5.4	2.2	390	3.2	2.9	298

The data in this report that relates to Mineral Resource Estimates is based on information evaluated by Mr Simon Tear who is a Member of The Australasian Institute of Mining and Metallurgy (MAusIMM) and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Tear is a full-time employee of Hellman & Schofield Pty Ltd and he consents to the inclusion in the report of the Mineral Resource in the form and context in which they appear.

The information in this report that relates to mineral resource estimation for Burnakura is based on work completed by Mr Jonathon Abbott who is a full-time employee of Hellman & Schofield Pty Ltd and a member of the Australasian Institute of Mining and Metallurgy. Mr Abbott has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Abbott consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Mr Abbott visited the Burnakura project from 20 to 21 April 2011.