



14 December 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 in the Kyrgyz Republic and is targeted to produce annually 70,000 oz gold and 7,400 tonnes copper in concentrate.

Contact

Rights Issue

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SUCCESSFUL COMPLETION OF RIGHTS ISSUE

- Completes equity raising for Andash gold-copper project

Kentor Gold Limited (**Kentor** or the **Company**) is pleased to announce the successful completion of its 3 for 5 non-renounceable rights issue at an issue price of \$0.13 per share raising the maximum amount of \$51.8 million.

Applications for the Entitlement Shares totalled \$46.1 million with approximately 87% of shareholders making application.

All shareholders who submitted valid applications for their existing Entitlement Shares will be allocated 100% of their applications.

At the time of announcing the Rights Issue, the Company had received binding commitments for any shortfall. The Board of Kentor Gold has resolved to allocate the entire shortfall of \$5.6 million to the party under the First Priority Pool who provided the initial binding commitments on the priority basis.

The proceeds from the Rights Issue in conjunction with the proceeds from the Placement and the proposed debt facility will fully fund the development of the Andash Project.

Helmsec Global Capital and RBS Morgans were Joint Lead Managers to the Rights Issue.

The timetable going forward will be:

Issue and allotment of the new shares for which valid applications have been received and accepted by KGL.	17 December 2010
Dispatch of holding statements	17 December 2010
Last day of deferred settlement trading of new shares under the rights issue	17 December 2010
Normal trading of new shares on ASX	20 December 2010



Refunds for unfilled applications under the top-up facility will be despatched to shareholders as soon as practicable.

Kentor Managing Director Simon Milroy said:

“We are delighted with the high take-up rate by shareholders.

“The rights issue comprised the major part of the \$65 million equity capital raising for the development of the Andash gold-copper project.

“To have this solid backing of shareholders and international investors for the project and the Company is gratifying as we move towards the full-scale development of our first mine.”

For information on the Rights Issue, contact:

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

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