

21 April 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. 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 6,800 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 56.6 million unlisted options

Market Capitalisation

(19 Apr. 2010): \$47 million

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PROPOSED ACQUISITION OF ADDITIONAL 10% OF ANDASH PROJECT

Given the recent change of government in Kyrgyzstan, Kentor Gold Limited (Kentor or the Company) and Aurum Mining plc (Aurum) have agreed to terminate the agreement under which Kentor was to acquire Aurum's 10% interest in the Andash Project.

The government has placed a moratorium on certain transfers of title until it can re-establish proper administrative controls and procedures.

It is still the intention of both parties to complete the sale as soon as possible and to this end Kentor and Aurum are working on a revised Sale and Purchase agreement that fully reflects recent events in Kyrgyzstan

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

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