



15 November 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.

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NON-RENOUNCEABLE RIGHTS ISSUE

Kentor Gold Limited (Kentor or the Company) is pleased to announce a non-renounceable rights issue to eligible shareholders, on the basis of three (3) new fully paid ordinary shares for every five (5) shares held, at an issue price of \$0.13 cents per share (New Shares) to raise approximately \$51.8 million (Rights Issue).

The Rights Issue will be available to all eligible shareholders who hold shares on 23 November 2010 (Record Date). Shares issued pursuant to the Rights Issue will rank equally with all shares on issue.

Kentor does not require shareholder approval in relation to the Rights Issue. Pursuant to the provisions in section 708AA of the Corporations Act 2001 (Cth) (Corporations Act), Kentor is not required to prepare a prospectus for the Rights issue. Option holders will be notified on 15 November of the Rights Issue and the need to exercise their options and be a registered holder of shares on 23 November 2010 if they wish to participate in the Rights Issue.

In accordance with the ASX Listing Rules, Kentor has considered the number of shareholders with registered addresses outside of Australian and New Zealand and the size of shareholdings held by these shareholders. Taking this into consideration, as well as the costs of complying with the legal requirements and the requirements of the regulatory authorities relating to the shareholders with registered addresses outside of Australia and New Zealand, the Company has formed the view that it is unreasonable to extend the Rights issue to those shareholders.



The purpose of the Rights Issue is to raise approximately \$51.8 million, excluding raising costs. The funds raised will be used to fund the continued development of the Andash Copper-Gold project.

Proposed Timetable for the Rights Issue

The timetable is indicative only and made be subject to change.

Event	Date
Announcement of Rights Issue, Offer Document, ASX Appendix 3B and Cleansing Notice lodged with ASX	15 November 2010
Notify option holders of requirement to exercise option to take part in Rights Issue	15 November 2010
Notice sent to Shareholders containing ASX Appendix 3B details, indicative timetable	16 November 2010
Shares commence trading ex-Rights	17 November 2010
General meeting of Shareholders	18 November 2010
DvP settlement and allotment of Placement Shares	19 November 2010
Placement shares commence trading on ASX	22 November 2010
Record Date for the Rights Issue	7.00 pm 23 November 2010
Mailing of Entitlement and Acceptance Form to Eligible Shareholders	25 November 2010
Opening Date for the Rights Issue	25 November 2010
Closing Date for the Rights Issue	5.00 pm 9 December 2010
Shares quoted on a deferred settlement basis	10 December 2010
ASX notified of under-subscriptions	14 December 2010
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 expected to commence	20 December 2010

The Rights Issue is being made without a disclosure document, pursuant to the exemption granted in section 708AA of the Corporations Act. Kentor will prepare and send an offer document to shareholders on 23 November 2010 in accordance with the timetable.



Excluded Information

Kentor advises that at the date of this notice there is no information apart from that disclosed below:

- a) That has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
- b) That investors and their professional advisors would reasonably require for the purpose of making informed assessment of:
 - The assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - The rights and liabilities attaching to the New Shares.

The Company is currently in negotiations with a third party for the acquisition of another gold project in Central Asia. The negotiations are, at this stage incomplete, but the acquisition is likely to be structured as an option to purchase contingent upon the necessary due diligence. Although the negotiations are well progressed there is still no guarantee that a final agreement will be reached between the parties.

Further Information

The Company anticipates that approximately 398,097,356 New Shares will be issued. The New Shares will be issued for 13 cents each.

Upon completion of the Rights issue and assuming that the existing option holders do not exercise their options, the issued capital of Kentor will comprise approximately 1,061,592,950 shares and 59,611,358 options.

The New Shares will rank equally in all respects with Kentor's existing shares. If an eligible shareholder's entitlement results in a fraction of a New Share, the shareholder's entitlement will be rounded up to the nearest whole number.

An Appendix 3B applying for quotation of the New Shares has been released to the ASX.

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

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