

20 September 2011

Kentor Gold (ASX: KGL) is an Australian-based, emerging midtier gold company with advanced projects in Australia and the Kyrgyz Republic.

Formed in 1998 and listed on the ASX in 2005, the Company expects to commence high grade gold production at **Burnakura** in Western Australia in mid-2012, with potential additional gold-copper production from the neighbouring **Gabanintha** deposit.

At **Jervois** in the Northern Territory, the Company is studying the feasibility of developing a large, high grade copper-silver resource with potential for the production of gold and other base metals.

THO BSN IFHOSIBOLI

In the Kyrgyz Republic, Kentor Gold is ready to proceed with the development of the Company's 80% owned high grade, very low cost **Andash** Gold-Copper Project once site access has been obtained. Andash is targeted to produce 70,000 oz gold and 7,400 tonnes copper pa for an initial six years, with high potential for expansion.

Issued capital:

1,062.1 million ordinary shares 63.6million unlisted options

Market Capitalisation

19 September 2011- 112 million

Court Decision on the Minority ownership in Andash Mining Company

Kentor Gold Limited (Kentor Gold or the Company) advises that the Chui Regional Court (the Court) has handed down its written decision on the matter relating to the minority ownership in Andash Mining Company (AMC).

The Court has found in favour of the General Prosecutor, who asserted that the transfer of a 20% holding in AMC between the minority owners was invalid.

The Court now requires Kentor to re-register Andash as a company 100% owned by Kaldora (100% Kentor) and then requires Kaldora to make an offer to sell the 20% interest to the Kyrgyz Government.

Although the decision can still be appealed further, Kentor believes that the General Prosecutor's legal case is now very well tested.

For further information contact:

Mr Simon Milroy Managing Director Phone: (07) 3121 3206

Email: info@kentorgold.com.au

Mr. David Waterhouse Investor Relations Phone (03) 9670 5008

Email: <u>dwaterhouse@waterhouseir.com.au</u>