

# 19 December 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.

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 atonnes copper pa for an initial six years, with high potential for expansion.

# **Issued capital:**

1,062.1 million ordinary shares 63.6 million unlisted options

# **Market Capitalisation**

16 December. 2011: \$122 million

# Air core drilling results at Burnakura Gold Project

Kentor Gold Limited (Kentor Gold or the Company) reports the results of a 60-hole air core drilling program, the first exploration drill program that the Company has conducted at its Burnakura Gold Project located approximately 45km south of Meekatharra in Western Australia.

The exploration area is located 2km north of the known gold Resource at Burnakura where Kentor Gold expects to commence gold mining in mid-2012.

The air core drilling program targeted a magnetic structure interpreted as containing a repetition of the Burnakura Thrust zone which hosts the NOA series of pits where mining was previously undertaken

Several low level gold anomalies were identified from the drilling, the best results being;

Hole	Interval	Gold Assay
11BNAC0053	4m	0.13gt
11BNAC0071	1m	0.25gt
11BNAC0089	9m	0.10gt
11BNAC0134	1m	0.12gt
11BNAC0135	1m	0.20gt

The results of the air core drilling will be followed up as part of a larger 20,000m RC drilling program, planned to commence in early January 2012. The RC program will include infill drilling to improve confidence in the areas of initially planned production at Burnakura.

All samples in the air core drilling program were analysed for gold, with the end of hole sample from each drill hole also subjected to multi-element geochemical analysis.

Logging of drill chips and geochemical results confirm the presence of Ultramafic and Basalt lithology's, volcanoclastic sediments as well as identifying granitic rocks. Potassic alteration, quartz veining and shear textures have been recorded in the geological logging of some drill chips. Granitic rocks can play a significant role in the localisation of mineralisation through providing rheological contrast and strain shadows.

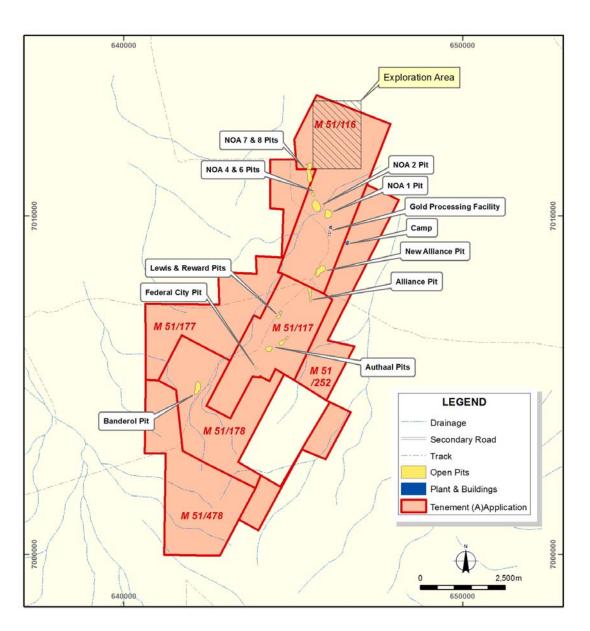
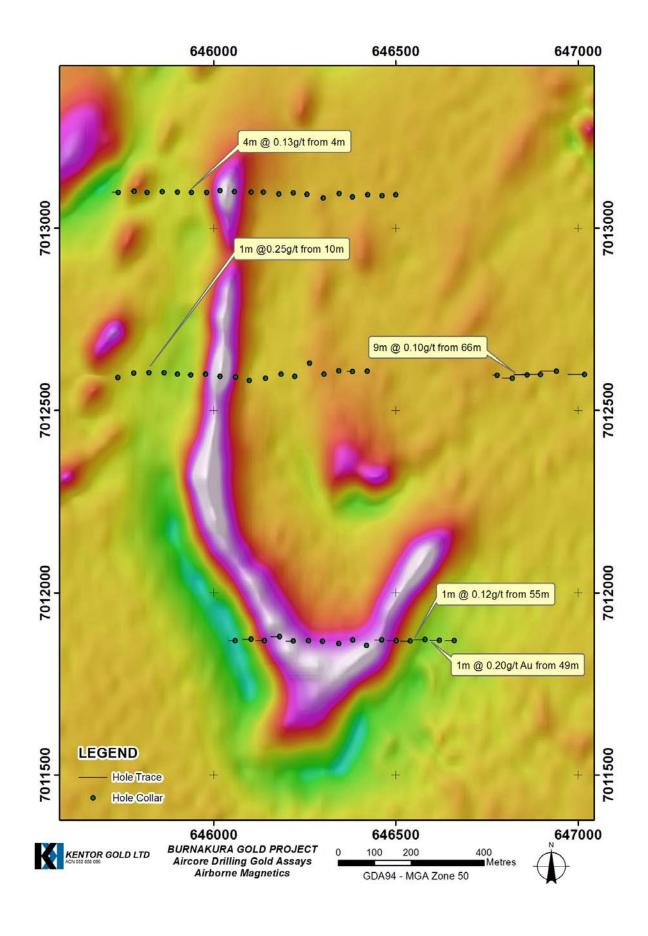


Figure 1 Burnakura tenement Plan

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# **Progress on Burnakura Gold Mining Project**

The Company is currently progressing towards the re-commissioning of the Burnakura mill prior to the commencement of mining in 2012. Diamond drilling to gather geotechnical information to support the Mining Proposal Amendment is complete. Further diamond drilling to obtain samples for ongoing metallurgical test work is expected to be completed in the next fortnight.

The Burnakura Gold Project is one of two high quality land holdings 100% owned by the Company in the Murchison Province, the other being the Gabanintha Gold-Copper Project. The Burnakura Project covers 5001Ha and is located in an area with a long history of gold production (Paddys Flat 2.3Moz, Reedy Mine 1Moz). Historical production on the Burnakura tenements exceeded 250,000oz.

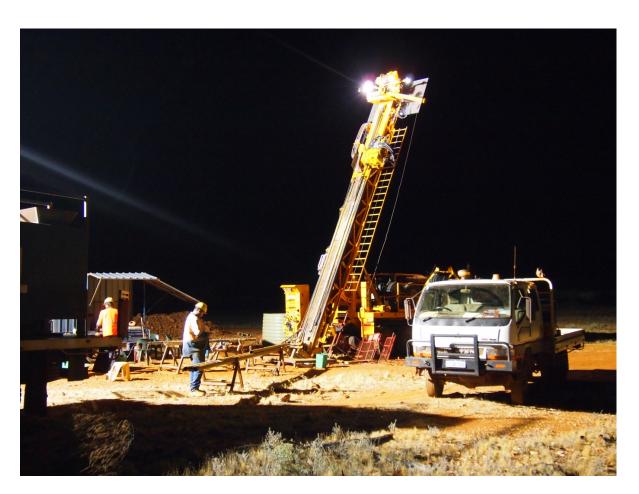


Figure 2 Diamond drilling of geotechnical holes at Burnakura

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# **Competent Person Statement**

The data in this report is based on information compiled by Keith Mayes, who is a Fellow of the Geological Society of London and a full time employee of Jinka Minerals Ltd.

Mr. Mayes has sufficient experience which is relevant to the style of the mineralisation and the type of deposit under consideration and to the activity to 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. Mayes has consented to the inclusion of this information in the form and context in which it appears in this report.

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