



20 December 2011

Kentor Gold (ASX: KGL) is an Australian-based, emerging mid-tier 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 tonnes 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

19 December, 2011: \$111 million

Update on Andash Gold-Copper Project

Kentor Gold Limited ("Kentor" or "the Company", ASX: KGL) is pleased to announce that a general village meeting was held in Kopurer Bazaar (the village located near the Andash Project) on the 16th December 2011. The meeting was attended by the council of elders, the women's committee, the youth committee, the initiative group that support the development of Andash, members of the supervisory committee and other villagers. The meeting was moderated by the Chairman of the village.

The unanimous outcome of the meeting was that a formal Kurulti (a traditional decision making meeting) will be held regarding the development of the Andash project. Representatives of government, parliament, regional and provincial administrations will be invited to attend. The one item to be considered at this meeting is the granting of a social licence for the development of the Andash project.

Simon Milroy, Kentor's Managing Director said, "It is pleasing to see some formal recognition of the work Kentor has been undertaking in the community and we anticipate moving the Andash project forward with a full social licence in the New Year"

New Government

A new governing coalition of four parties was formed over the weekend. These parties control approximately 75% of the seats in the legislative chamber. The new coalition has nominated a prime minister, Omurbek Babanov, for ratification by parliament on Wednesday.

For further information contact:

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

Mr. David Waterhouse
Investor Relations
(03) 9670 5008

info@kentorgold.com.au

dwaterhouse@waterhouseir.com.au