

The board of directors of Central Asia Gold AB (publ) company registration number 556659-4833 ("Company") complete proposal to resolution authorizing the Board to decide on new share issues (item 16 in the notice)

The Board proposes that the Annual General Meeting to authorize the Board to issue new shares, etc.

The Board is authorized, for the period until the next Annual General Meeting on one or more occasions, with or without preferential rights for shareholders, issue new shares, warrants and/or convertibles. Decisions related to the authorization may result in increase of the share capital by a maximum of 28,125,000, representing a maximum of 2,500,000 shares of the company, upon full exercise of the warrants and convertible bonds issued under the present authorization and prior to any conversion in accordance to its terms.

The decision may consist of provisions stating that the payment for the newly issued shares, warrants or convertible bonds are to be made in kind, by offset or otherwise be subscribed for under conditions stated in Chapter 13. § 5 first paragraph 6, Chapter 14. § 5 first paragraph 6, or Chapter 15. § 4 first paragraph of the Companies Act (2005:551).

The Board is authorized to define other terms and conditions for the rights issue. The share issue can be made for financing of acquisitions of a company, part of it or assets which the board deems to be of value for the company, as payment substitution for the company's strategic partnerships, raise of the capital either for such acquisitions, partnerships or other investments or for strengthening of the company's financial position, if necessary, and for the implementation of financial restructuring, such as a loan repayment. The Board, or the one that the board appoints, is authorized to make minor adjustments in the decision of the Annual General Meeting as may be required in conjunction with registration of the decision by the Companies Registration Office.

For the resolution to be valid it is required that the board of directors' proposal is supported by not less than two thirds of both the votes given and the shares represented at the annual meeting.

The Board of Directors