



**PRESS RELEASE 2010-07-14**  
**Central Asia Gold AB (publ)**

**Consolidation of shares in Central Asia Gold AB (publ)**

**(NGM: CAG)**

**Central Asia Gold AB (publ) ("CAG" or the Company) will carry out a consolidation of shares 1:10 in order to meet the listing requirements in connection with CAG's change of marketplace from NGM Equity to NASDAQ OMX First North Premier. The scheduled record date is October 6, 2010, and the first day of trading after the consolidated shares is scheduled to be October 4, 2010.**

CAG is changing marketplace from NGM Equity to NASDAQ OMX First North Premier in connection with the forthcoming rights issue. First day of trading with the Company's shares on NASDAQ OMX First North Premier is Monday July 19, 2010, which is the same date the subscription period in the rights issue will commence. The share will continue to trade under the same short name and ISIN-code, that is CAG and ISIN-code: SE0001338213.

One of the listing requirements in order to get the shares admitted for trading on First North Premier is that the share price, at the time of the listing, is at least 50 Eurocents (or the equivalent rate in SEK). That is why the AGM on June 28, 2010 decided in accordance with the Boards proposal of a consolidation of shares so that ten (10) shares will be consolidated into one (1) share. Furthermore, the Board was authorized to stipulate the record date and to carry out the consolidation of shares. The record date is scheduled to be October 6, 2010.

Since CAG will not meet the listing requirements of a share price of 50 Eurocents on the first day of trading on First North Premier the Company will get observation status. The observation status will remain until the Company has completed the consolidation of shares and CAG's share price exceeds the equivalent of 50 Eurocents, which is expected to occur after the scheduled record date on October 6, 2010.

Mangold Fondkommission is acting as financial adviser to CAG in connection with the rights issue. Mangold Fondkommission will also act as the Company's Certified Adviser as well as liquidity provider on First North Premier.

Schedule for the consolidation of shares:

- Scheduled record date for the consolidation of shares is Wednesday, October 6, 2010.
- Last day of trading with CAG's shares before the shares are consolidated is scheduled to be Friday, October 1, 2010.
- First Day of trading the consolidated shares on First North Premier is scheduled to be Monday, October 4, 2010.

**Central Asia Gold AB (publ)**  
**The Board of Directors**

Additional information:

Short name: CAG  
ISIN-code: SE0001337213

For more information, please contact:

Lars Guldstrand, Chairman of the Board, phone +46 70 528 8181  
e-mail: [lars.guldstrand@centralasiagold.se](mailto:lars.guldstrand@centralasiagold.se)

Preston Haskell, CEO, phone +46 768 90 55 49  
e-mail: [preston.haskell@centralasiagold.se](mailto:preston.haskell@centralasiagold.se)

Website: [www.centralasiagold.se](http://www.centralasiagold.se), Postal and visiting address: Engelbrektsplan 2, 4tr  
SE-114 34 Stockholm

Central Asia Gold AB is a Swedish mining company focused on gold production and exploration in Russia in the central parts of Asia. The gold production was initiated in late January 2005 and the assets were as at end of 2008 estimated to encompass some 800,000 oz of C1/ C2 Russian gold reserves.

**Cautionary Statement:** Statements and assumptions made in this report with respect to Central Asia Gold AB's ("CAG") current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of CAG. Forward-looking statements include, but are not limited to, those using words such as "may", "might", "seeks", "expects", "anticipates", "estimates", "believes", "projects", "plans", "strategy", "forecast" and similar expressions. These statements reflect management's expectations and assumptions in light of currently available information. They are subject to a number of risks and uncertainties, including, but not limited to, (i) changes in the economic, regulatory and political environments in the countries where CAG operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) CAG's continued ability to secure enough financing to carry on its operations as a going concern; (iv) the success of its potential joint ventures and alliances, if any; (v) exchange rates, particularly between the Russian rouble and the U.S. dollar. In the light of the many risks and uncertainties surrounding any gold production and exploration company at an early stage of its development, the actual results could differ materially from those presented and forecast in this report. CAG assumes no unconditional obligation to immediately update any such statements and/or forecasts

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