

Central Asia Gold

Central Asia Gold enters into agreement with Centerra Gold in respect of the Kara-Beldyr property in Tyva region

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Central Asia Gold has entered into an earn-in and joint venture agreement regarding the Kara-Beldyr property in Tyva region, Russia, with Centerra Gold. Centerra is a Canadian-based gold producer listed on the Toronto Stock Exchange. According to the J/V agreement Centerra Gold has the right but not the obligation to buy in to the J/V company that will indirectly own 100% of the Kara-Beldyr project. In order to earn a 50% interest in the project, Centerra must incur expenditures of \$2.5 million within three years. Following the initial earn-in, Centerra will have the right to increase its interest in the project to 70% by incurring an additional \$4 million in expenditures within four years.

Central Asia Gold sees interesting potential in the Kara-Beldyr project.

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Central Asia Gold AB is a Swedish mining company focused on gold production and exploration in Russia and Mongolia in the central parts of Asia. The gold production was initiated in late January 2005 and the assets as at early 2008 encompassed some 645,000 troy ounces (1 troy ounce = 31.1 g) of C1/ C2 Russian gold reserves.

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