

Central Asia Gold

Bulletin from Extraordinary General Meeting in Central Asia Gold

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- **The Board's proposal was approved**
- **Central Asia Gold has decided to bring forward the date of publishing the interim report for the first quarter 2008 from May 28 to Monday, May 26. This in order to enable a timely distribution of the new issue prospectus.**

An Extraordinary General Meeting ("EGM") in Central Asia Gold ("CAG") was today conducted in Stockholm. The main agenda item was to approve the Board's proposal for a new issue of units encompassing shares and subscription options amounting to some MSEK 65. The proposal of the new issue is in brief:

- Parties who are registered as shareholders in the Company will be granted one (1) unit right for each existing share. Each seven (7) unit rights grant the right to subscribe to one (1) unit ("Unit"). One (1) Unit contains two (2) new shares and one (1) subscription option, the subscription option giving the right to subscribe to one (1) new share in the Company. Subscription may only be made in Units and thus shares and subscription options may not be subscribed to individually. Allocation may only occur in Units. However the shares and subscription options will be divided after subscription and registration, and thereafter the shares and subscription options may be traded separately and not in Units at NGM Equity.
- The subscription price per Unit is 1.10 SEK. The subscription price per share will be 0.55 SEK and thus the subscription options are issued free of payment.
- Subscription of shares by exercising subscription options may occur from the day the resolution is registered with the Swedish Companies Registration Office and until the 5th December 2008. The strike price will be 0.55 SEK. The subscription options shall be traded at NGM Equity.
- The new issue is fully guaranteed by commitments to subscribe from board members, management of the company and major shareholders and in addition by a guarantee consortium.
- Central Asia Gold will be provided with 64.8 MSEK before issue costs through the share issue and another 32.4 MSEK given full utilization of all subscription options.

- Last day of trading in the share including subscription rights: 23rd May 2008
- The record date for obtaining subscription rights: 28th May 2008
- Subscription period: from the 9th June 2008 to the 23rd June 2008

After a presentation by company management and a short discussion the Extraordinary General Meeting approved of the Board's proposal.

At the same time it was informed that Central Asia Gold intends to publish its interim report for the first quarter already on Monday, May 26 2008. This is two days earlier than previously announced. The reason is that this will facilitate a timely distribution of the new issue prospectus.

For more information, please contact:

MD Torbjorn Ranta, tel: +46 (0)8 624 26 80, fax: +46 (0)8 624 37 20, mobile phone: +46 (0)70 8 85 55 04, e-mail: torbjorn.ranta@centralasiagold.se, Website: www.centralasiagold.se, Post- and visiting address: Brovägen 9, SE-182 76 Stocksund

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 today encompass some 645,000 troy ounces (1 troy ounce = 31.1 g) of C1/ C2 Russian gold reserves.

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