



PRESS RELEASE 2010-08-10
Central Asia Gold AB (publ)

Central Asia Gold's rights issue completed

- **Central Asia Gold's rights issue with preferential rights to the existing shareholders is completed**
- **Through the rights issue Central Asia Gold will receive proceeds amounting to approximately 226 MSEK before transaction costs.**
- **A total of 141 225 000 shares were subscribed in the rights issue**

Central Asia Gold AB (publ) ("CAG") has during the period between July 19 and August 4, 2010, completed a rights issue with preferential rights to the existing shareholders. Approximately 85,8 percent of the right issue were subscribed and the remaining approximately 14,2 percent has been allocated to the underwriters. Thus, the rights issue is fully subscribed and CAG will receive proceeds amounting to approximately 226 MSEK before transaction costs. Contract notes will be distributed tomorrow August 12, 2010, and are expected to arrive on Friday August 13, 2010.

Shares representing approximately 126 MSEK of the total proceeds of 226 MSEK will be paid for by setting off debts owed to Bertil Holdings Limited, one of the Company's CEO Preston Haskell's wholly owned companies.

CAG's number of shares increases by 141 225 000 through the rights issue. The share capital increases by 158 878 125 SEK. After the rights issue the total number of shares will amount to 158 878 125, each with a quota value of 1,125 SEK, and the share capital will amount to 178 737 891 SEK.

Mangold Fondkommission is acting as financial adviser to CAG in connection to the rights issue.

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

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

Website: 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.

Since July 19, 2010, CAG's shares are traded on First North Premier at the NASDAQ OMX Nordic Exchange under the short name CAG. For more information please visit www.centralasiagold.se. Mangold Fondkommission is Certified Adviser to CAG, for more information please call +46 8 503 015 50 or visit www.mangold.se.

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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