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Central Asia Gold AB (publ)

Central Asia Gold AB:s (publ) and Centerra Gold Inc. announces drilling results in Kara Beldyr JV for the third quarter of 2011

Drilling continued in the third quarter of 2011 with holes completed on the Gord, Ezen and Camp Zones.

Gord Zone

Drilling was carried out on a 25 by 50 metre grid in the centre of the Gord Zone to fulfill Russian Mineral Authorities Reserve and Resource report requirements. Six holes were drilled to a depth of ~120 metres, for a total of 769 metres. Drill holes intersected quartz – sericite alteration at the expected depth. Assay results are pending.

Ezen Zone

Third quarter drilling targeted previously identified mineralization at the Ezen prospect, where five holes were completed. Following are some of the better intersections from the Ezen Zone drilling:

- KB-084 - 15.5 g/t Au over 2.1 metres, including 25.5 g/t Au over 1.1 metres
 - 5.3 g/t Au over 10.7 metres, including 21.2 g/t Au over 2.3 metres
 - 1.8 g/t Au over 10.2 metres
 - 1.6 g/t Au over 5.0 metres
- KB-085 - 7.7 g/t Au over 2.1 metres
- KB-088 - 2.3 g/t Au over 4.0 metres
 - 9.6 g/t Au over 5.8 metres including 50.3 g/t Au over 1.0 metres

Drilling at the Ezen prospect will continue in the fourth quarter of 2011.

Camp Zone

Fifteen holes were completed to follow up on mineralization first identified in drilling completed in 2010.

The drilling to date has returned results similar to the 2010 drilling and assay results with high Au grades (up to 100 – 200 g/t Au) over narrow intervals (1-2 metres). The main fault zone was traced and intersected in all fences. The alteration zones vary from 2 to 18 metres and are quartz – sericite - carbonate-pyrite assemblages – typical of the Kara Beldyr prospect. Visible gold was recorded in 50% holes on more than one horizon.

Following are some of the better intercepts from the Camp Zone:

- KB-090 - 157.4 g/t Au over 2.1 metre including 299.9 g/t Au over 1.1 metres

- 15.9 g/t Au over 10.7 metres including 36.0 g/t Au over 1.4metres
- 31.5 g/t Au over 2.0 metres
- KB-091 - 4.4 g/t Au over 17.7 metres
 - 8.9 g/t Au over 3.0 metres
 - 23.7 g/t Au over 0.9 metres
 - 5.4 g/t Au over 2.0 metres
 - 1.7 g/t Au over 11.7 metres
- KB-092 - 3.3 g/t Au over 9.5 metres

The Camp Zone is open in both directions to the NE and SW; where there are Au anomalies in both soil and grab samples. Additional drilling is planned to test the potential extensions of the zone.

To view the complete drill results discussed in this news release, please visit the Company's web site at: http://www.centralasiagold.ru/eng/our_project/kara_beldyr_ore_area/

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Central Asia Gold AB is a Swedish mining company focused on gold production and exploration in Russia in the central parts of Asia. In 2010, totally 730 kg of gold was produced. As of the beginning of May 2011, the company's assets were estimated to encompass some 1,000,000 oz of C1/ C2 Russian gold reserves (around 32 tons).

Since July 19, 2010, Central Asia Gold'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.

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