

**PRESS RELEASE 2010-07-09**  
**Central Asia Gold AB (publ)**

**Publication of prospectus regarding Central Asia Gold's forthcoming rights issue**

**(NGM: CAG)**

**The Board of Directors of Central Asia Gold AB (publ) ("CAG" or "the Company") has today published the prospectus regarding the forthcoming rights issue.**

The issue of shares will provide CAG with approximately 226 MSEK before deduction of transaction costs and remuneration to underwriters, provided that the issue is fully subscribed. Subscription commitments and underwriting undertakings corresponding to 100 percent of the rights issue have been obtained from existing shareholders and other external investors.

On page 38 in the prospectus, which is available at the below link, is information that has not earlier been made public. The information describes the Company's financial position and capital structure as per April 30, 2010.

The prospectus is available on: [http://www.mangold.se/juridisk\\_information.php?id=222](http://www.mangold.se/juridisk_information.php?id=222)

Direct-registered and nominee-registered shareholders in CAG will receive the prospectus by mail around July 16, 2010. The prospectus in printed form will also be available at CAG, Engelbrektsplan 2, 4tr, 114 34 Stockholm and at Mangold Fondkommission AB, Engelbrektsplan 2, 2tr, 114 34 Stockholm from around July 16, 2010.

Mangold Fondkommission AB is acting as financial advisor to CAG in relation to the transaction.

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

Short name: CAG  
ISIN-code: SE0001337213

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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. 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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