

The board of directors of Central Asia Gold AB (publ) company registration number 556659-4833 ("Company") complete proposal to resolution on issue of shares with preferential rights (item 19 in the notice)

The board of directors proposes that the annual general meeting resolves on new a share issue in the Company as follows:

1. Each share in the Company shall give right to subscribe for eight new shares.
2. The share capital can, through the issue, be increased with at the most SEK 158,878,125.
3. The number of shares which can be issued is the most 141,225,000 shares.
4. For each new share an amount of SEK 1.60 shall be paid in cash.
5. The shares are to be subscribed on the basis of subscription rights. Subscription without subscription rights can occur.
6. Subscription of shares on the basis of subscription rights shall be made through payment during the period 19 July 2010 to 4 August 2010. Subscription of shares without subscription rights shall be made on a subscription list during the above mentioned period.
7. Payment for allocated shares subscribed without subscription rights shall be made at the latest on 13 August 2010.
8. The subscription and payment periods can be prolonged by the board of directors.
9. If all shares have not been subscribed on the basis of subscription rights the board of directors shall resolve on allocation of shares subscribed without subscription rights. Firstly, allocation shall be made to those that have subscribed for shares on the basis of subscription rights, irrespective of whether the subscriber was a shareholder on the record day or not and, in case of over-subscription, in relation to the number of subscription rights which each subscriber has exercised for subscription of shares and, when this is not possible, through the drawing of lots. Secondly, allocation shall be made to those that have subscribed for shares without subscription rights, and if they cannot be allocated their full subscription, allocation is to be made in relation to the shares which

each subscriber has subscribed for, and if this is not possible, through the drawing of lots. Lastly, allocation shall be made to guarantors in relation to the guarantees provided.

10. The new shares shall entitle to dividend for the first time on the first record day for dividends which occurs after the registration of the new issue with the Swedish Companies Registration Office.
11. Record day for the new issue is 12 July 2010.

For a warrant holder to be able to participate in a new issue of shares due to subscription of new shares shall such a subscription be carried out at the latest on 5 July 2010. In case subscription of new shares is carried out in such a time that the right to participate in the new issue of shares does not occur, recalculation shall be carried out according to the conditions for the warrants.

In case a holder of a warrant subscribes for a new share on the basis of a warrant during the period between the notice and 5 July 2010, the resolution above shall be considered to mean that the amount of shares to be issued and the amount with which the share capital can be increased shall increase correspondingly. If a complete issue of shares on the basis of the issued warrants has taken place on 5 July 2010, the resolution shall be considered to mean that the share capital of the Company can be increased with at the most SEK 22 500 000 and the amount of shares with at the most 22 000 000 shares.

The board of directors has the right to allow set-off according to the Swedish Companies Act (SFS 2005:551) 13 chapter 41§.

The board of directors, or whomever the board of directors appoints, is authorized to make those adjustments that may become necessary in connection with registration at the Companies' Registration Office.

The board of directors