KYRGYZ REPUBLIC
EXPLORATION PROJECT

Southwest Zone

Assets with Significant Growth Potential

2004 was a very successful year for Centerra's exploration program. Following the Kumtor restructuring, Centerra undertook an aggressive multi-year exploration program in and around the mine. Early results from this new effort combined with the programs in Mongolia and Nevada have positioned the Company to achieve its reserve-addition goals set in mid-2004.

The Southwest Zone – A Promising Opportunity

The first-year results have confirmed our belief that our target areas would yield very good results with a concerted effort. For example, at the Southwest Zone, which was considered the most promising exploration target at Kumtor, additional drilling increased our confidence in the continuity of the mineralization thereby enabling us to upgrade a portion of the resources to reserves. This upgrade contributed to the addition of one year to the mine life of the Kumtor operation.

Additional drilling in the vicinity of the main Kumtor pit, the Southwest Zone and the nearby Sarytor area is planned for 2005.

Exploration is a key component in Centerra's growth strategy. The Company's exploration efforts are focused in regions that have supported some of the world's biggest gold mines. Centerra is confident that its 2005 program will build on the success achieved in 2004.

Robert S. Chapman, Vice President, Exploration

The Gatsuurt Deposit – Development Options

The Gatsuurt property is part of the Noyon project holdings, an extensive land position that Centerra holds for exploration around the Boroo mine. Exploration and test work conducted on Gatsuurt in 2004 confirmed the Company's belief that it is a very important exploration target within the Noyon project holdings. Centerra is confident that the Gatsuurt property can play a significant role in the future of Centerra.

Results from the additional metallurgical test work, conducted in early 2004, indicated that acceptable gold recoveries may be achieved through the use of flotation followed by bio-oxidation technology. Based on these positive results, Centerra launched an aggressive drilling program in the latter part of the year which delineated additional resources.

One of the Company's top priorities in 2005 is to initiate and complete a feasibility study to determine whether the deposit can be developed economically as a stand-alone operation or used to supplement and extend the mine life of Boroo.

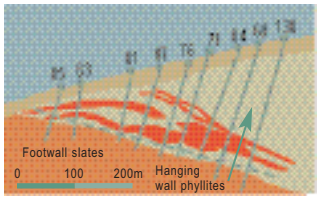
Kyrgyz Republic

In addition to the exploration done in 2004 at the Southwest Zone, drilling programs were also carried out in the vicinity of the open pit of the Kumtor mine. A total of 65 holes totaling 22,263 metres were drilled mostly in a relatively untested area to the northeast of the pit and beneath the ultimate pit highwall.

Kumtor + Southwest Zone

● *Zone of gold mineralization*

Southwest Zone Section 3170

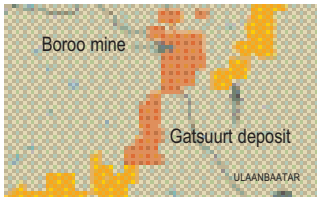


● *Mineralization*

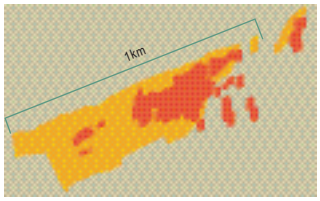
Mongolia

In addition to exploration at Boroo and Gatsuurt, drilling programs were also conducted at two early-stage targets and regional sampling surveys and mapping programs were completed over other areas within our land position. Follow-up drilling programs are planned for both the Ulaan Bulag and Argal target areas in 2005.

Boroo + Gatsuurt



Gatsuurt Central Zone



● *Principal lense*
● *Sub lenses*

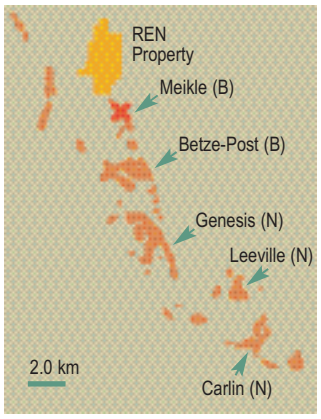
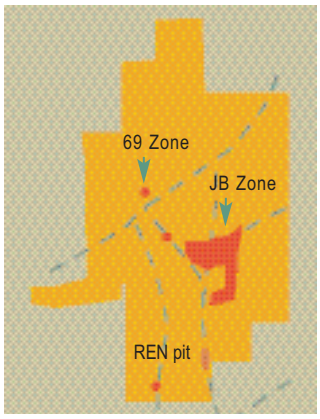
Nevada

The 2004 exploration program at the REN project included a groundwater test well, metallurgical test work on mineralized core samples and drilling programs comprising 28 holes totaling 17,396 metres.

The JB Zone was extended to the south, geological and geophysical targets were tested and a new mineralized zone, the 69 Zone, was discovered.

In 2005, drilling programs will focus on delineating the extent of the mineralization at the 69 Zone and to test other geological and geophysical target areas on the property.

REN



JB Zone + 69 Zone