

centerra**GOLD**



NEWS RELEASE

Centerra Gold Announces Revised 2007 Production Forecast of 440,000 to 475,000 ounces for Kumtor Mine

TORONTO, CANADA – September 6, 2006 – Centerra Gold Inc. (TSX:CG) reported today that it has completed its assessment of the impact of the previously announced July pit wall movement at its Kumtor mine in the Kyrgyz Republic. It now expects to produce 440,000 to 475,000 ounces of gold in 2007 at Kumtor, rather than 533,000 ounces as forecast earlier this year. Gold reserves are unchanged by the pit wall movement as the affected area lies entirely within the ultimate pit design. Forecast production in 2008 and 2009 is unchanged from the previously disclosed life of mine plan. Production lost in 2006 and 2007 will be recovered in subsequent years.

Centerra has responded to the movement by preparing a revised mine plan that accelerates production toward the end of 2007 from the high-grade SB zone in the south end of the main pit. Production from the SB zone is expected to be between 280,000 and 315,000 ounces. The balance will come from the Southwest Zone pit (about 150,000 ounces) and stockpiles (about 10,000 ounces). While the forecast assumes no production from the Sarytor pit, Centerra intends to expedite regulatory approval and development of the pit in 2007. The forecast for 2007 assumes that new capital equipment will be delivered and commissioned as planned and that the Kyrgyz authorities will grant additional regulatory approvals in connection with the new mine plan. Centerra believes that these assumptions are reasonable.

Centerra is a growth-oriented, gold company focused on acquiring, exploring, developing and operating gold properties primarily in Central Asia, the former Soviet Union and other emerging markets. Centerra is a leading North American gold producer and the largest Western-based gold producer in Central Asia and the former Soviet Union. Centerra's shares trade on the Toronto Stock Exchange (TSX) under the symbol CG. The Company is based in Toronto, Canada.

Statements contained in this news release, including outlook statements, which are not historical facts are forward-looking statements that involve risks, uncertainties and other factors that could cause actual results, performance, prospects and opportunities to differ materially from those expressed or implied by such forward-looking statements. Factors that could cause actual results or events to differ materially from current expectations include, among other things: volatility and sensitivity to market prices for gold; replacement of reserves; timely procurement, delivery and commissioning of required capital equipment; equipment failure; unexpected geological or hydrological conditions; political risks arising from operating in certain developing countries; imprecision in reserve estimates; success of future exploration and development initiatives; competition; operating performance of the facilities; environmental and safety risks including increased regulatory burdens; seismic activity, weather and other natural phenomena; failure to

obtain necessary permits and approvals from government authorities; changes in government regulations and policies, including tax and trade laws and policies; ability to maintain and further improve positive labour relations; and other development and operating risks.

For further discussion of the factors that could cause actual results to differ materially, please refer to Centerra's Annual Information Form and Annual Management's Discussion and Analysis for the year ended December 31, 2005, available on SEDAR at www.sedar.com.

Although Centerra believes that the assumptions inherent in the forward-looking statements are reasonable, undue reliance should not be placed on these statements, which only apply as of the date of this report. Centerra disclaims any intention or obligation to update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.

Additional information

Additional information on Centerra is available on SEDAR at www.sedar.com and the Company's website at www.centerragold.com.

For further information, please contact:

Len Homeniuk
President and Chief Executive Officer
Centerra Gold Inc.
416-204-1955
www.centerragold.com