

## **Chaarat Gold Holdings Limited**

(“Chaarat” or “the Company”)

### **Drilling update**

Road Town, Tortola, British Virgin Islands (3 March 2011)

Chaarat Gold Holdings Ltd (AIM:CGH) is pleased to report further drilling results from the Contact Project. The Contact Project is located within the Contact Zone of the Kiziltash Project and comprises the mineralised body which has been created by combining the C4600 and C5300 projects.

#### **Selected results from the Contact Project of the Kiziltash Project**

- UG-23 interval of 22.00 metres @ 6.60 g/t
- UG-25 interval of 6.92 metres @ 4.14 g/t
- UG-407 interval of 12.50 metres @ 6.82 g/t
- UG-407 interval of 5.68 metres @ 11.21 g/t
- UG-408 interval of 4.55 metres @ 9.87 g/t
- UG-410 interval of 5.94 metres @ 4.31 g/t

Following the 2010 drilling season, Chaarat reported a JORC compliant resource of 4.406Moz at a grade of 4.2 g/t gold. Included in the total is a JORC compliant resource of 2.001Moz at 4.20 g/t gold from the Contact Project. Underground drilling continues at the Contact Project and the results reported today are the results from the first 10 drill holes not included in the 2010 resource update. Further results will be reported regularly.

Mineralisation in the Contact Project has been established over a strike length of 1,160 metres and vertical extension to a maximum depth of 900 metres from the surface. The mineralisation is open both along strike and down dip.

**Dekel Golan, CEO of Chaarat, comments** *“The results and the increase in strike and down dip continuity will not only add to the delineated resource in the deposit, but also have a positive impact on the potential mining rate of the Kiziltash project. The results help to identify the higher grade trends in the mineralised body and focus exploration efforts on those areas which will increase the average grade of the whole deposit.”*

DH No.	Project	Section	From	To	Intersected width	True width	Au g/t
UG-24	CP	4640	1.50	9.00	7.50	5.67	2.58
UG-24	CP	4640	128.50	151.00	22.50	17.00	3.61
UG-25	CP	4720	4.50	7.50	3.00	2.44	2.19
UG-25	CP	4720	21.50	23.00	1.50	1.22	7.30
UG-25	CP	4720	131.00	144.50	13.50	11.00	3.11
UG-25	CP	4720	161.00	180.50	19.50	18.00	3.33
including	CP	4720	161.00	170.00	9.00	8.31	3.55
including	CP	4720	173.00	180.50	7.50	6.92	4.14
UG-23	CP	4800	1.50	10.50	9.00	6.60	2.46
UG-23	CP	4800	100.50	130.50	30.00	22.00	6.60
UG-23	CP	4800	133.50	144.00	10.50	7.70	3.38
UG-23	CP	4800	148.50	150.00	1.50	1.10	7.19
UG-26	CP	4800	153.50	158.00	4.50	3.38	2.73
UG-26	CP	4800	168.50	192.50	24.00	18.00	4.14
UG-601	CP	4960	43.50	52.50	9.00	7.00	2.09
UG-601	CP	4960	258.00	264.00	6.00	4.67	3.69
UG-601	CP	4960	268.50	271.50	3.00	2.33	2.74
UG-407	CP	5280	99.00	115.50	16.50	12.50	6.82
including	CP	5280	108.00	115.50	7.50	5.68	11.21
UG-408	CP	5280	131.50	136.00	4.50	3.41	2.61
UG-408	CP	5280	149.50	155.50	6.00	4.55	9.87
UG-406	CP	5360	126.50	132.50	6.00	5.00	2.09
UG-406	CP	5360	137.00	140.00	3.00	2.50	2.00
UG-406	CP	5360	158.00	159.50	1.50	1.25	3.20
UG-406	CP	5360	165.50	167.00	1.50	1.25	3.03
UG-409	CP	5360	204.00	210.00	6.00	5.00	3.29
UG-409	CP	5360	223.50	226.50	3.00	2.50	5.00
UG-409	CP	5360	262.50	265.50	3.00	2.50	2.85
UG-409	CP	5360	274.50	277.50	3.00	2.50	4.75
UG-410	CP	5360	238.00	250.00	12.00	9.50	2.57
UG-410	CP	5360	269.50	272.50	3.00	2.38	6.53
UG-410	CP	5360	287.50	295.00	7.50	5.94	4.31
UG-410	CP	5360	302.50	305.50	3.00	2.38	3.16
UG-410	CP	5360	320.50	325.00	4.50	3.56	2.31
UG-410	CP	5360	341.50	343.00	1.50	1.19	4.21
UG-410	CP	5360	404.50	406.00	1.50	1.19	5.54

## **Note to Editors:**

### **Further information about the Company:**

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## **Note to Editors:**

### **About Chaarat Gold**

Chaarat Gold is an exploration and development company operating in the Kyrgyz Republic. The Company's main activity is the development of the Kiziltash and Tulkubash projects situated within the Middle Tien Shan Mountains of Kyrgyzstan which form part of the Tien Shan gold belt. The Company has thus far delineated a JORC compliant mineral resource of 4.406 Moz at a grade of 4.20 g/t gold across both deposits. The Company is currently in the process of compiling a Pre-Feasibility study on the Kiziltash project and a Definitive Feasibility Study on the Tulkubash project. Chaarat's objective is to become a low cost gold producer targeting production of over 200,000 ounces per annum by early 2014 from the Kiziltash project with first production from the smaller Tulkubash project in mid 2012.

[www.chaarat.com](http://www.chaarat.com)

### **Competent Person**

The Competent Person with overall responsibility for this press release, and who has reviewed the information contained herein, is Sunit Patel M.Sc (Geology), FGS, GSSA, who is an employee of Chaarat Gold. Mr. Patel is an exploration geologist with 22 years of experience in the resource industry who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and was supervisor to the work subject of this release.

### **Disclaimer**

This press release includes forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other important factors beyond Chaarat's control that would cause the actual results, performance or achievements of Chaarat to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding Chaarat's present and future business strategies and the environment in which Chaarat will operate in the future. Any forward-looking statements speak only as at the date of this document. Chaarat expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statements contained in this document to reflect any change in Chaarat's expectations with regard to these or any change in events, conditions or circumstances on which any such statements are based. As a result of these factors, the events described in the forward-looking statements in this press release may not occur either partially or at all.