



## OXUS GOLD PLC

### Eurogold Settlement

LONDON: 19 February 2008 – Oxus Gold plc (“Oxus” or the “Company”) announces that further to its announcement on 24 August 2006, it has reached agreement with Eurogold Limited (“Eurogold”) and its wholly owned subsidiary Eurogold Holdings (“Bermuda”) Limited (“EHBL”) to settle the proceedings commenced in 2006 by Eurogold and EHBL.

The proceedings were commenced following Oxus’ decision to terminate its purchase agreement with Eurogold for its Ukrainian gold assets. As previously disclosed, Oxus believed, at termination, that a material adverse change had occurred to the business and assets of EHBL from what it understood the position to be when it entered into the agreement.

Richard Wilkins, Chief Executive of Oxus Gold, commented: “Without accepting any liability, Oxus believes it is in the best interest of shareholders to settle the dispute at this time. This will enable the Company to focus all of its resources on its core assets and capitalise on recent encouraging progress made by the Company, as demonstrated by the receipt of formal approval by the Government of Uzbekistan to proceed with the AGF phase 2 underground sulphide project, as previously announced on 6 December 2007, and which is expected to increase AGF’s total production to over 300,000 ounces per annum within three years.

Weighed against the potential time, costs and disruptions of contesting a court case in Australia, coupled with the likelihood of limited recovery of significant costs in the event of a favourable court decision, Oxus firmly believes management time should be focussed on utilising its experience and expertise to enable the Company to bring the sulphides project into production as soon as possible.”

Under the terms of the settlement, Oxus has agreed to pay Eurogold A\$7.95m of which approximately A\$6.78m will be cash and the balance of approximately A\$1.17m will be met through the issue of 1,904,297 Oxus shares, delivered to Eurogold on or before 21 May 2008. The cash component consists of A\$5.06m payable on or before 31 March 2008 and A\$1.72m pursuant to the sale of the Company’s entire shareholding in Eurogold of 43,188,100 shares. Oxus confirms that on 18 February 2008, it sold these shares at a price of A\$0.04 per share, realising approximately A\$1.72m, which will be paid to Eurogold on or before 6 May 2008.

Oxus confirms US\$6.474m will be provided in the Interim Accounts to 31 December 2007 in respect of this settlement.

Contacts:

Oxus Gold plc  
Richard Wilkins  
Jonathan Kipps

Tel: +44 (0)20 7907 2000

Canaccord Adams Limited

Mike Jones

Robin Birchall

Tel: +44 (0)20 7050 6500

Bankside Consultants Limited

Keith Irons

Oliver Winters

Tel: +44 (0)20 7367 8873