

Announcement of Tender on the Kutessay II and Kalesay Rare Earth Materials Deposits

The Government of the Kyrgyz Republic announces a tender for the right for subsoil usage on exploitation the the Kutessay II and Kalesay Rare Earth Materials Deposits according to the Law of Kyrgyz Republic "On subsoil".

In the Kalessay beryllium deposit, the explored reserves amount to 9 245 thousand tons of ore and 11 701 tons of beryllium oxide at an average grade of 0.127%, of which 79% of reserves are concentrated in the southern zone. Almost all of the stocks of Southern area may be subject to open pit exploitation.

The balance sheet reserves of B + C1 + C2 in the Kutessay II deposit are: ore - 20.2 million tonnes, the amount of rare earths - 51.5 thousand tons, molybdenum - 2.4 tonnes, bismuth-2.3 thousand. Tons of lead - 21 3 thousand tons. The average content of total rare earths in the ore is 0.25%, molybdenum - 0.012% bismuth - 0.012% lead - 0.12%.

All interested parties may acquire detailed information regarding tender on the Kutessay II and Kalesay Rare Earth Materials Deposits on the official website of the Agency <http://www.geology.kg//> (will be available approximately in November-December, 2015).

<http://www.geology.kg/geol/index.php?lang=en>

Consultations regarding participation in the tender by phone: (+996 312) 300 246 (in Kyrgyz and Russian), (+996 312) 909 869 (in English) (will be available approximately in November-December, 2015).

TENDER OBJECTS

№	Name of the object	View of the mineral	Location	Stage of development	The average content or quality of mineral resources	Reserves and probable mineral resources by categories	Note	Date of bidding
TENDER OBJECTS								
1.	Kara-Keche	Coal	Zhungal district of Naryn region	Exploitation	Quality indicators of coal deposits, shipped to customers are as follows: Moisture working (W _н) - 25,5%, ash content (Ad) - 11,0%, sulfur (S _{dt}) - 1,0% volatile content (V _{daf}) - 35,0%, the highest calorific value (Q _{ds}) - 6170 - 7915 kcal/kg, net calorific value (Q _{di}) - 4890 - 4900 kcal/kg.	TBA by the end of October - mid November 2015		Very soon will be announced by the Government of the Kyrgyz Republic*
2.	Kutesay II and Kalesay	Rare Earth Materials	Kemin district of Chui region	Exploitation	In the Kalesay beryllium deposit, the explored reserves amount to 9 245 thousand tons of ore and 11 701 tons of beryllium oxide at an average grade of 0.127%, of which reserves are concentrated in the southern zone. Almost all of the reserves are in the lead - 21 3 thousand tons. The average	The balance sheet reserves of B + C1 + C2 in the Kutesay II deposit are: ore - 20.2 million tonnes, the amount of rare earths - 51.5 thousand tons, molybdenum - 2.4 tonnes, bismuth - 2.3 thousand tons.		Very soon (November-December 2015) will be announced by the Government of the Kyrgyz Republic*

				all of the stocks of Southern area may be subject to open pit exploitation.	content of total rare earths in the ore is 0.25%, molybdenum - 0.012% bismuth - 0.012% lead - 0.12%.		
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* All interested may get detailed information on all required documents for participation in tenders and auctions and other information regarding biddings uploaded on official website of Agency <http://www.geology.kg/geol/index.php?lang=en>

Proposals for cooperation in the mining sector of the Kyrgyz Republic to the Potential Investors

According to legislation the Kyrgyz Republic the right to use the subsoil is granted by tenders and auctions. Whenever a decision is made to hold either tender or auction our agency disseminates the information among foreign diplomatic services via the Kyrgyz Republic Ministry of Foreign Affairs.

Moreover, all interested may get detailed information on all required documents for participation in tenders other information regarding biddings uploaded on official website of Agency <http://www.geology.kg//> (Click on "Website in English" <http://www.geology.kg/geol/index.php?lang=en>).

In addition, for the consideration of the Japanese side, we are sending a list of deposits of the Kyrgyz Republic that will be objects for future tenders.

We look forward to seeing your corporation participating in tenders in our country and would like to assure our agency will do its' best to help you with any issue.

The contact persons can be found in the Investment and external relations department and reached via e-mail - geoinvestkg@gmail.com, tel.:+996 312 909 869.

We appreciate your interest,

**The State Agency for
Geology and Mineral Resources
under the Government of
the Kyrgyz Republic**