



ASX Announcement

PanTerra Gold Limited

PANTERRA GOLD INCREASES PROJECT CLAIMS TO OVER US\$40 MILLION

PanTerra Gold Limited (**ASX: PGI**) (**PanTerra Gold or Company**) advises that it has submitted a Claim to the Ministry of Mines and Energy in the Dominican Republic for loss of profits from the completed Las Lagunas tailings re-treatment project as a consequence of the quantity of stored refractory tailings available for processing (4.9 million tonnes) being substantially less than the quantity represented as available by the Government (6.8 million tonnes).

The Claim amount is US\$23.79 million.

It is highly probable the Government will reject the Claim and the matter will go to Arbitration and be added to the approximately US\$20 million of Claims already the subject of Arbitration proceedings at the World Bank's International Centre for Settlement of Investment Disputes ("ICSID") in Washington DC.

ICSID has recently approved the constitution of the three member arbitration panel which will permit the establishment of the timetable for the proceedings.

Unless these matters are settled with the recently elected new Government in the Dominican Republic, it is unlikely rulings on the Claims will be received for two to three years.

This announcement has been authorised for release by the Chairman of PanTerra Gold Limited.

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