



CanArgo Energy Corporation

FOR IMMEDIATE RELEASE IN EUROPE & NORTH AMERICA

Annual Meeting of Stockholders and Proxy Reminder

April 26, 2006 – Oslo, Norway, New York, USA – CanArgo Energy Corporation (“CanArgo” or the “Company”) (OSE: CNR, AMEX:CNR) today issued a reminder to shareholders on the upcoming Annual Meeting of Stockholders to be held May 9, 2006 at 2.00 p.m. Eastern Standard Time at Salon Latour, Langham Hotel, 250 Franklin Street, Boston, MA 02110, U.S.A.

Shareholders should by now have received the proxy statement which outlines the proposals to be voted on at the meeting. All shareholders that will not be attending the meeting should exercise their right to vote by sending in the proxy voting form included with the proxy statement as soon as possible to ensure that the vote is counted. The Company emphasises how important it is for all shareholders to vote on each of the proposals.

CanArgo also announced it will hold a briefing meeting in Oslo, Norway, on Tuesday May 23rd, 2006, at 3:00 pm at Felix Konferansesenter, Aker Brygge, to update stockholders on current operations.

Dr David Robson, Chairman and Chief Executive Officer of CanArgo commented, “It is extremely important for shareholders to vote on the proposals put forward and supported by the Board of Directors of CanArgo Energy Corporation. The Board of Directors believes that it is advisable and in the best interests of the Company to have available additional authorized but unissued shares of Common Stock in an amount adequate to provide for the future business needs of the Company and to take advantage of future corporate opportunities. This can only be achieved if the proposal on expanding the share capital is approved at the Annual Meeting of Stockholders.”

CanArgo is an independent oil and gas exploration and production company with its oil and gas operations currently located in the Republic of Georgia and in Kazakhstan.

The matters discussed in this press release include forward-looking statements, which are subject to various risks, uncertainties and other factors that could cause actual results to differ materially from the results anticipated in such forward-looking statements. Such risks, uncertainties and other factors include the uncertainties inherent in oil and gas development and production activities, the effect of actions by third parties including government officials, fluctuations in world oil prices and other risks detailed in the

Company's reports on Forms 10-K and 10-Q filed with the Securities and Exchange Commission. The forward-looking statements are intended to help shareholders and others assess the Company's business prospects and should be considered together with all information available. They are made in reliance upon the safe harbor provisions of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. The Company cannot give assurance that the results will be attained.

For more information please contact:

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