

CANARGO ENERGY CORP
 Form 3
 April 17, 2008

FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
 Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *

Â PERSISTENCY
 (Last) (First) (Middle)

UGLAND HOUSE,Â SOUTH CHURCH STREET

(Street)

GEORGE TOWN,Â E9Â

(City) (State) (Zip)

2. Date of Event Requiring Statement

(Month/Day/Year)
 04/07/2008

3. Issuer Name and Ticker or Trading Symbol
 CANARGO ENERGY CORP [CNR]

4. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

___ Director ___X___ 10% Owner
 ___ Officer ___ Other
 (give title below) (specify below)

5. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 ___ Form filed by One Reporting Person
 ___X___ Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)

2. Amount of Securities Beneficially Owned (Instr. 4)

3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)

4. Nature of Indirect Beneficial Ownership (Instr. 5)

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

SEC 1473 (7-02)

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Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)

2. Date Exercisable and Expiration Date (Month/Day/Year)

3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)

4. Conversion or Exercise Price of Derivative Security

5. Ownership Form of Derivative Security: Direct (D) or Indirect (I)

6. Nature of Indirect Beneficial Ownership (Instr. 5)

Date Exercisable Expiration Date Title Amount or Number of Shares

(Instr. 5)

| | | | | | | | |
|------------------------------------|---------------------------|---------------------------|--------------|------------|------|------------------|-------------------------|
| Warrant to Purchase Common Stock | 12/28/2006 | 06/28/2008 | Common Stock | 12,500,000 | \$ 1 | D ⁽¹⁾ | Â |
| Warrant to Purchase Common Stock | 12/28/2006 | 06/28/2008 | Common Stock | 12,500,000 | \$ 1 | I | Footnote ⁽²⁾ |
| Note Convertible into Common Stock | 12/28/2006 | 06/28/2010 | Common Stock | 10,000,000 | \$ 1 | D ⁽¹⁾ | Â |
| Note Convertible into Common Stock | 12/28/2006 | 06/28/2010 | Common Stock | 10,000,000 | \$ 1 | I | Footnote ⁽²⁾ |
| Warrant to Purchase Common Stock | 06/06/2008 | 09/01/2009 | Common Stock | 5,000,000 | \$ 1 | D ⁽¹⁾ | Â |
| Warrant to Purchase Common Stock | 06/06/2008 | 09/01/2009 | Common Stock | 5,000,000 | \$ 1 | I | Footnote ⁽²⁾ |
| Note Convertible into Common Stock | 06/30/2007 ⁽³⁾ | 06/30/2010 ⁽³⁾ | Common Stock | 600,000 | \$ 1 | D ⁽¹⁾ | Â |
| Note Convertible into Common Stock | 06/30/2007 ⁽³⁾ | 06/30/2010 ⁽³⁾ | Common Stock | 600,000 | \$ 1 | I | Footnote ⁽²⁾ |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|--|---------------|-----------|---------|-------|
| | Director | 10% Owner | Officer | Other |
| PERSISTENCY UGLAND HOUSE SOUTH CHURCH STREET GEORGE TOWN, Â E9Â | Â | Â X | Â | Â |
| PERSISTENCY CAPITAL, LLC 1270 AVENUE OF THE AMERICAS SUITE 2100 NEW YORK, Â NYÂ 10020 | Â | Â X | Â | Â |
| Morris Andrew C/O PERSISTENCY CAPITAL LLC 1270 AVENUE OF THE AMERICAS, STE 2100 NEW YORK, Â NYÂ 10020 | Â | Â X | Â | Â |

Signatures

| | |
|---|------------|
| Persistency, By: /s/ Andrew J. Morris, Director | 04/17/2008 |
| **Signature of Reporting Person | Date |
| Persistency Capital, LLC, By: /s/ Andrew J. Morris, Managing Member | 04/17/2008 |
| **Signature of Reporting Person | Date |
| /s/ Andrew J. Morris | 04/17/2008 |

__Signature of Reporting Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, *see* Instruction 5(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) These securities are directly owned by Persistency.

These securities are directly owned by Persistency and may be deemed to be beneficially owned by Persistency Capital, LLC by virtue of its role as the investment manager of Persistency and Andrew J. Morris as the managing member of Persistency Capital, LLC. The

- (2) Reporting Persons disclaim beneficial ownership of the reported securities except to the extent of their pecuniary interest therein, and this report shall not be deemed an admission that such Reporting Persons are the beneficial owners of the securities for purposes of Section 16 of the Securities Exchange Act of 1934, as amended, or for any other purpose.
- (3) This position was acquired via PIK on June 30, 2007.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *See* Instruction 6 for procedure.

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