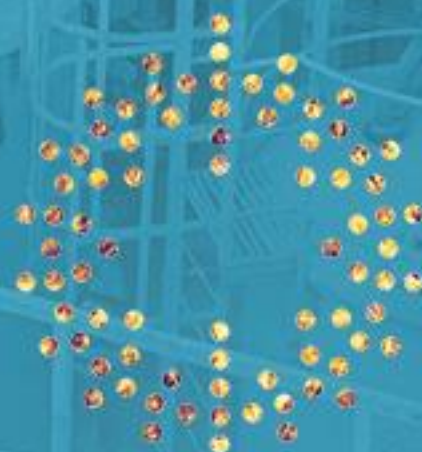


INTERIM REPORT

Q1 2020



AURIANT
MINING

Highlights

- **Gold production** for Q1 2020 was 278 kg (8,946 oz), an increase of 223% compared to 86 kg (2,773 oz) in Q1 2019.
- **Volume of ore processed** through the newly built CIL plant amounted to 100 thousand tonnes with an average grade of 3.04 g/t (total gold in processed ore – 303 kg). Over the ramp up period, the Company reached projected throughput per working hour (50 t/hour) and recovery rate (>90%).
- Q1 2020 **gold sales** amounted to 317 kg (10,193 oz), compared to 98 kg (3,157 oz) in Q1 2019, an increase of 219 kg (7,036 oz).
- **Consolidated revenue** was MSEK 156.2 (US\$ 16.2 mln), up 290% YoY (Q1 2019: MSEK 38.0 (US\$ 4.1 mln)).
- **Net profit after tax** amounted to MSEK 56.1 (US\$ 5.9 mln) compared to loss of MSEK -14.2 (US\$ -1.6 mln) in Q1 2019.
- Strong increase in **EBITDA**: in Q1 2020 EBITDA amounted to MSEK 92.4 (US\$ 9.5 mln) compared to MSEK 2.1 (US\$ 0.2 mln) in the previous year.
- **Net cash flow from operating activities** was MSEK 76.8 (US\$ 7.9 mln), up 1463% YoY (Q1 2019: MSEK 4.7 (US\$ 0.5 mln)).
- In April 2020, the Group restructured repayment terms of existing loans provided by VTB rolling them over until end of 2023.

Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim consolidated financial statements for Q1 2020.

Q1 2020 is the first reporting period that the Company has operated the newly built CIL plant. After start up in November 2019, the CIL plant quickly achieved projected throughput per working hour (50 t/hour) and recovery rate (>90%). Up to the end of January 2020, the CIL plant was fed with high grade ore and was able to produce 115 kg of gold in that month. Since February, the CIL plant feed has been regular ore; thus, production in February and March reflected the average production level expected during the remaining part of 2020. Production in February and March was 75 and 88 kg respectively.

Ore mined amounted to 26 thousand tonnes (9% lower than the same period in the previous year). Stripping volume in Q1 2020 was 234 thousand m³ (15% lower than in Q1 2019). At the beginning of Q1 2020, the Company had a sufficient ore stockpile to feed the CIL plant until mid-April. Therefore, in Q1 2020, the Company focused its mining works on leveling up the pit and securing access to ore.

The average grade in ore mined in Q1 2020 was 2.10 g/t, as compared to 2.48 g/t in Q1 2019, a decrease of 16%. Once there was a sufficient ore stock pile at the end of the year, a low grade ore block, set aside in Q4 2019 from the northern part of the pit, was mined. Thus, the grade in Q1 2020 was in line with the Company's mine plan. Average grade for the full year 2020 is expected to be 2.71 g/t.

Volume of ore processed through the newly built CIL plant amounted to 100 thousand tonnes with an average grade of 3.04 g/t (total gold in processed ore - 303 kg).

Heap leach operations were discontinued at the end of December 2019. As a result, the Company finished crushing ore and producing gold from the heap leach.

Q1 2020 gold production amounted to 278 kg (8,946 oz), compared to 86 kg (2,773 oz) in Q1 2019, an increase of 223%, or 192 kg (6,173 oz).

All changes in financial results shown in per cent (%) relate to changes in US\$ amounts.

INCOME, FINANCIAL RESULTS AND FINANCIAL POSITION

INCOME AND RESULTS

Revenue from the sale of gold and gold equivalents amounted to MSEK 156.2 (US\$ 16.2 mln), a 290% increase compared to Q1 2019, driven by a higher volume of produced gold. Total gold sales volumes amounted to 317 kg (10,193 oz), which is 223%, or 219 kg (7,036 oz), more than in the previous year.

The average realized gold price per ounce increased by 21% from US\$ 1,312 in Q1 2019 up to US\$ 1,585 in Q1 2020.

In Q1 2020, due to higher production volumes, cash expenses increased by MSEK 12.0 (US\$ 1.1 mln), or 28%, compared to the same period in 2019. At the same time, average cash cost per ounce produced decreased by 47% from US\$ 905/oz in Q1 2019 to US\$ 476/oz in Q1 2020.

At the beginning of 2020, the Company had a sufficient ore stockpile to feed the CIL plant until mid-April. Therefore, in Q1 2020, the Company focused its mining works on leveling up the pit and securing access to ore. Change in work in progress in 2020 was driven by the commencement of CIL gold production at the end of 2019 and the Company had 49 kg of gold produced, but not sold and accounted as work in progress on December 31, 2019.

	Q1 2020 TSEK	Q1 2019 TSEK	Change TSEK	Change %
Cash expenses	(47,114)	(35,104)	(12,010)	(34%)
Change in stripping asset (non-cash)	4,602	10,993	(6,391)	(58%)
Change in work in progress (non-cash)	(14,596)	(5,641)	(8,955)	(159%)
Depreciation & amortization (non-cash)	(15,917)	(11,492)	(4,425)	(39%)
Cost of sales	(73,025)	(41,244)	(31,781)	(77%)

	Q1 2020 US\$000	Q1 2019 US\$000	Change US\$000	Change %
Cash expenses	(4,896)	(3,827)	(1,069)	(28%)
Change in stripping asset (non-cash)	478	1,199	(721)	(60%)
Change in work in progress (non-cash)	(1,510)	(615)	(895)	(145%)
Depreciation & amortization (non-cash)	(1,647)	(1,233)	(414)	(34%)
Cost of sales	(7,575)	(4,476)	(3,099)	(69%)

General and administrative expenses attributable to the Company's head office in Q1 2020 slightly decreased by 9% compared to the previous reporting period, and amounted to MSEK 5.6 (US\$ 0.6 mln).

In Q1 2020, other operating income amounted to MSEK 0.5 (US\$ 0.1 mln) and mainly related to sales of materials and services to contractors as in previous periods. Other operating expenses in Q1 2020 amounted to MSEK 1.7 (US\$ 0.2 mln) and were primarily attributable to inventory obsolescence expenses.

The Company's financial expenses represented by interest on borrowings and leasing amounted to MSEK 15.3 (US\$ 1.6 mln) in Q1 2020, an increase of 58% compared to the previous period (Q1 2019: MSEK 9.2 (US\$ 1.0 mln)). Interest expenses increased mainly as a result of the higher bank loans and due to the increase in the interest rate on the shareholder's bond; the latter increased from 2% p.a. effective in Q1 2019 to 6% p.a. in Q1 2020.

Net profit after tax amounted to MSEK 56.1 (US\$ 5.9 mln) compared to loss of MSEK -14.2 (US\$ -1.6 mln) in Q1 2019. Earnings per share for the period were SEK 0.57 (US\$ 0.06) compared to Q1 2019 of SEK -0.14 (US\$ -0.02).

Following growth in production and sales volumes, EBITDA has strongly increased and amounted to MSEK 92.4 (US\$ 9.5 mln) in Q1 2020 as compared to MSEK 2.1 (US\$ 0.2 mln) in the previous reporting period.

STATEMENT OF FINANCIAL POSITION

As of 31 March 2020, the balance of work in progress decreased by 56% and amounted to MSEK 16.0 (US\$ 1.6 mln) as the Company sold 49 kg of gold that was produced on the newly built CIL plant and accounted as work in progress as of December 31, 2019.

At the beginning of 2020, the Company had sufficient ore stockpile to feed the CIL plant until mid-April. Thus, the balance of stripping assets has decreased by 10% as of 31 March 2020.

As of 31 March 2020, the total bank loans amounted to MSEK 388.9 (US\$ 38.6 mln). In Q1 2020, the Company repaid MSEK 9.7 (US\$ 1.0 mln) to VTB in line with the repayment schedule.

In April 2020, the Group restructured the repayment terms of the existing loans provided by VTB. According to the new payment schedule, MSEK 72.6 (US\$ 7.2 mln) are due in 2020, MSEK 108.8 (US\$ 10.8 mln) are due in 2021, MSEK 104.8 (US\$ 10.4 mln) are due in 2022 and MSEK 102.8 (US\$ 10.2 mln) are due in 2023.

The shareholder's bond liability increased by 1% compared to 31 December 2019 on the amount of interest expense for the reporting period and amounted to MSEK 361.2 (US\$ 35.8 mln) as of 31 March 2020.

In February 2020 the Company fully repaid the shareholder's revolving bridging loan facility of MSEK 18.6 (US\$ 2.0 mln).

Other non-current liabilities were represented by the liability to Centerra in accordance with the royalty agreement of MSEK 70.9 (US\$ 7.0 mln) and the long-term KFM liability of MSEK 20.8 (US\$ 2.1 mln). In December 2019, the Company agreed a new repayment schedule with KFM, according to which MSEK 20.1 (US\$ 2.0 mln) of the principal debt will be repaid on December 31, 2020 and 2021 respectively.

As at 31 March 2020, other current interest bearing liabilities were represented by the following balances: MSEK 21.2 (US\$ 2.1 mln) – liability to KFM and MSEK 12.3 (US\$ 1.2 mln) – current lease liability.

INVESTMENTS, LIQUIDITY AND FINANCING

Net cash flow generated from operating activities increased by MSEK 72.1 (US\$ 7.4 mln), or 1463%, and amounted to MSEK 76.8 (US\$ 7.9 mln) in the reporting period, compared to MSEK 4.7 (US\$ 0.5 mln) in the comparative reporting period. During Q1 2020, operating activities were financed from the same sources as in the previous reporting period, by gold sales and the reimbursement of VAT.

Cash flows from operating activities were used for debt repayment and settlement of outstanding payables to CIL construction contractors. Total debt repayment in Q1 2020 amounted to MSEK 29.0 (US\$ 3.0 mln). In April 2020, we agreed with VTB new repayment schedule that will free up cash flows for investments and exploration.

The consolidated cash balance as of 31 March 2019 was MSEK 17.5 (US\$ 1.7 m) compared to MSEK 1.3 (US\$ 0.1 mln) as of 31 December 2019.

Acting Chief Financial Officer
Marina Makarova

Other financial information

We are reporting all our financial numbers in SEK and in US dollars. The exchange rates used in this report were US\$/SEK 9.6692 for Q1 2020 P&L accounts and US\$/SEK 10.0771 for the statement of financial position as of 31 March 2020. For Q1 2019 accounts US\$/SEK 9.1706 for P&L and US\$/SEK 9.3171 for the statement of financial position as of December 31, 2019 was used.

SEGMENT INFORMATION

The company accounts for segments in accordance with IFRS 8. At present the company only has one segment, as only one product, gold, is produced and all operations are performed in one economic environment, Russia.

TRANSACTIONS WITH RELATED PARTIES

As of 31 March 2020, the bond liability to Golden Impala amounted to MSEK 361.207 (US\$ 35.844 mln).

In February 2020, the Company fully repaid the shareholder's revolving bridging loan facility at the amount of MSEK 18.634 (US\$ 2.0 mln).

Accrued interest expenses for transactions with related parties in Q1 2020 amounted to MSEK 5.175 (US\$ 0.535 mln), compared to MSEK 2.156 (US\$ 0.235 mln) in Q1 2019. During Q1 2020, interests of MSEK 3.742 (US\$ 0.292 mln) were repaid to Golden Impala.

During Q1 2020, the Company received consulting services from a company associated with a member of the Board of Directors in the amount of MSEK 0.148 (US\$ 0.015 mln).

EMPLOYEES

During the reporting period, the Group had an average of 533 employees. As of 31 March 2020, the number of employees in the Group was 544 (550 as of 31 December 2019).

CAPITAL STRUCTURE

As of 31 March 2020, the number of shares in issue was 98,648,502. The limits of the share capital are a minimum of MSEK 5.3 and a maximum of MSEK 21.3 and the quota value of each share is SEK 0.1125 (US\$ 0.0115). Each share carries one vote.

THE PARENT COMPANY

The parent company is a holding company without significant operations. It supports the subsidiaries with financing, investor relations, strategy formulation, etc. Thus, usually it has no income other than income for consulting services provided to the subsidiary company and interest on loans extended to the subsidiaries from time to time.

INCOME AND RESULTS OF THE PARENT COMPANY

Revenue for consulting services provided to the subsidiary company during Q1 2020 was at the same level of MSEK 0.180 (US\$ 0.019 mln) compared to MSEK 0.180 (US\$ 0.020 mln) in the same period of 2019.

External expenses decreased to MSEK 0.833 (US\$ 0.086 mln) from MSEK 1.429 (US\$ 0.156 mln) mainly as the result of lower volume of legal services, which were connected with the rights issue in 2018.

The operating loss for Q1 2020 was MSEK 1.378 (US\$ 0.142 mln) compared to Q1 2019 of MSEK 2.191 (US\$ 0.239 mln).

Net financial items for Q1 2020 amounted to MSEK -57.452 (US\$ -5.942 mln) compared to MSEK 19.839 (US\$ 2.163 mln) in Q1 2019 and included interest expenses related to Golden Impala (the Shareholder's bond and revolving bridging loan facility) of MSEK -5.175 (US\$ -0.535 mln); interest expenses of MSEK -0.200 (US\$ -0.021 mln) to KFM and net forex loss of MSEK -55.798 (US\$ -5.771 mln). These expenses were compensated by intergroup loan interest income in amount of MSEK 3.721 (US\$ 0.385 mln).

As the subsidiaries' liabilities are denominated in RUB and in Q1 2020 RUB appreciated against SEK by 18% the effect of forex loss of MSEK -27.592 (US\$ -2.854 mln) on net financial items was significant.

FINANCIAL POSITION OF THE PARENT COMPANY

As of 31 March 2020, the Parent Company cash balance was MSEK 0.810 (US\$ 0.080 mln) compared to MSEK 1.081 (US\$ 0.116 mln) as of 31 December 2019.

As of 31 March 2020, long-term liabilities were represented by the debt to Golden Impala (the Shareholder's bond) of MSEK 361.207 (US\$ 35.844 mln) and liability to KFM of MSEK 20.773 (US\$ 2.149 mln). Current liability was short-term liability to KFM of MSEK 21.243 (US\$ 2.095 mln) as at 31 March 2020. The increase in liabilities in SEK currency was mainly due to USD appreciation against SEK by 8%.

ACCOUNTING PRINCIPLES AND BASIS OF PREPARATION

The consolidated accounts for Auriant Mining AB have been prepared in accordance with International Financial Reporting Standards (IFRS) as described on page 71 in the annual report for financial year 2019. The evaluations and estimations made by the board of directors and management in preparing the interim report are described on page 80 in the annual report for 2019.

This interim report has been prepared in accordance with IAS 34, Interim Financial Reporting and in accordance with the Swedish Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 1, Supplementary accounting regulations for groups. The parent company accounts are prepared in accordance with the Annual Accounts Act and the Swedish Financial Reporting Board's recommendation RFR 2, Accounting for legal entities. The accounting policies for the parent are the same as for the group with the exceptions described in the annual report 2019.

The same accounting principles are applied in this interim report as in the annual report 2019.

No material changes in accounting principles have taken place since the Annual Report for 2019.

RISKS AND UNCERTAINTIES ASSOCIATED WITH THIS INTERIM REPORT

The group's risk exposure is presented on page 102 of the 2019 annual report. The Board of Directors believes that the most important risk factors for the time being are:

- a. Gold price risk: The fluctuations of the international gold price directly influence the revenues of a gold producing company.
- b. Currency risk: Auriant Mining operations and reporting is influenced by the gold price which is quoted in US\$, whereas production costs are in RUB, and reporting in SEK. Fluctuations in exchange rates could have a major impact on both local operational results and the SEK reported results.
- c. Inflation risk: The Russian economy has been subject to significant inflation pressure during the last few years. This directly impacts on the production costs in a gold mining company.
- d. Geological risk: The recoverable gold reserves of a gold exploration and production company are influenced by geological and economic factors. The estimation of reserves is therefore at all times dependent on the international gold price, costs associated with the extraction of the gold, etc. Therefore the estimated gold reserves of any gold company may change at any point in time. In particular the alluvial subsidiaries of the Auriant Mining group are sensitive to cost increases.

- e. Financial and project risk: Auriant Mining AB is a gold mining company and is involved in production of gold as well as exploration. The company is still dependent on external financing for the development of its business. If the availability of external financing were to be reduced it would negatively influence the future outlook of the company. The currently poor sentiments on global capital markets must be taken in to account.
- f. Legal risks: Auriant Mining operates in a complicated and challenging legal environment in Russia. Changes in the interpretations of tax legislation and in the legal environment may have significant impact on the company.
- g. Risk related to global coronavirus (COVID-19) pandemic.

At the end of 2019, a coronavirus (COVID-19) appeared, whose first epicenter of which was China, before spreading across the globe, disrupting economic activity. The current COVID-19 pandemic may affect the Group's operations by different means.

(1) Gold price. The pandemic may affect the gold price in an unexpected manner. Difficulties in delivery of physical gold resulting from airline services shrinking may cause gold price volatility as well as widening spreads between future and spot prices, as well as a price backed by gold delivery from those on stock exchange markets.

(2) Exchange rates. The pandemic causes drastic changes on commodity markets. Changes of commodity prices, in particular oil price may cause significant volatility on foreign exchange markets, in particular on Russian Rouble exchange markets.

(3) Operations. The Group's operations may be affected by many different mean, including, but not limited (a) Government issuing a mandatory lockdown order, (b) a quarantine might be put in place in a response to Group's employees' being infected; (c) refinery lockdown and inability to make the gold bullion for sale; (d) delivery of Dore bars to refinery could become impossible; (e) employees wouldn't be able to come on shift as a result of quarantine measures, etc.

In April 2020, the Company's subsidiary LLC "Tardan Gold" has received results of Covid-19 tests from 271 employees working at the Tardan mine, which were carried out as part of a government initiative to contain the spread of the new coronavirus in the region. Out of 271 employees, 26 have tested positive. Tardan Gold has implemented quarantine measures in accordance with the instructions of the Russian authority Rospotrebnadzor responsible for the containment of Covid-19. At the date of issue of the report the mine continues to operate as normal. Although there may be temporary interruptions to some of the mine's operations, depending on the number of people who are infected, and their positions at the mine.

Q1 2020 operational update

Highlights:

- **Q1 2020 gold production amounted to 278 kg (8,946 oz)**, compared to 86 kg (2,773 oz) in Q1 2019, an increase of 223%, or 192 kg (6,173 oz);
- Q1 2020 gold sales amounted to 317 kg (10,193 oz), compared to 98 kg (3,157 oz) in Q1 2019, an increase of 219 kg (7,036 oz);
- Volume of ore processed through the newly built CIL plant amounted to 100 thousand tonnes with an average grade of 3.04 g/t (total gold in processed ore – 303 kg);
- Over the ramp up period, the Company reached projected throughput per working hour (50 t/hour) and recovery rate (>90%);
- Heap leach operations were discontinued at the end of December. As a result, the Company didn't crush any ore or produce any gold from the heap leach in Q1 2020;
- Ore mined amounted to 26 thousand tonnes (9% lower than the same period in the previous year). Stripping volume in Q1 2020 was 234 thousand m³ (15% lower than in Q1 2019). As at the beginning of Q1 2020, the Company had a sufficient ore stockpile to feed the CIL plant until mid April. Therefore in Q1 2020, the Company focused its mining works on leveling up the pit and securing access to ore;
- The average grade in ore mined in Q1 2020 was 2.10 g/t, as compared to 2.48 g/t in Q1 2019, a decrease of 16%. Once there was a sufficient ore stock pile at the end of the year, low grade ore block, set aside in Q4 2019 from the northern part of the pit, was mined. Thus, the grade in Q1 2020 was in accordance with the Company's mineplan. Average grade for the full year 2020 is expected to be 2.71 g/t.

Commenting on the results of Q1 2020, Sergey Ustimenko, CEO, said:

“Q1 2020 is the first quarter that the Company has operated the newly built CIL plant. After start up in November 2019, the CIL plant quickly achieved projected throughput and recovery. Until the end of January 2020 we were feeding the CIL plant with high grade ore and were able to produce 115 kg of gold in that month. Since February, the CIL plant feed has been regular ore; thus, production in February and March will reflect the average production level expected during the remaining part of 2020. Production in February and March was 75 and 88 kg respectively.”

TARDAN

	Unit	Q1 2020	Q1 2019	Change	
Mining					
Waste stripping	000 m3	234	274	(40)	(15%)
Ore mined	000 tonnes	26	28	(3)	(9%)
Average grade	g/t	2.10	2.48	(0.39)	(16%)
Heap leach					
Ore stacking	000 tonnes	-	33	(33)	n/a
Grade	g/t	-	2.45	(2.45)	n/a
Gold in ore stacked	kg	-	82	(82)	n/a
Gold produced HL	kg	-	86	(86)	n/a
CIL					
Ore processed	000 tonnes	100	-	100	n/a
Grade	g/t	3.04	-	3.04	n/a
Gold in ore stacked	kg	303	-	303	n/a
Gold produced CIL	kg	278	-	278	n/a
Gold produced total	kg	278	86	192	223%
Warehouse on March 31					
Ore	000 tonnes	34	-	34	n/a
Grade	g/t	1.89	-	1.89	n/a

Financial reports

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
Revenue	156,194	37,985	281,565	16,154	4,142	29,762
Cost of sales	(73,025)	(41,244)	(232,853)	(7,575)	(4,476)	(24,621)
Gross profit/(loss)	83,169	(3,259)	48,712	8,579	(334)	5,141
General and administrative expenses	(5,567)	(5,776)	(20,633)	(576)	(630)	(2,184)
Other operating income	511	186	2,283	53	20	241
Other operating expenses	(1,694)	(563)	(9,469)	(182)	(61)	(1,001)
Operating profit/(loss)	76,419	(9,412)	20,893	7,874	(1,005)	2,197
Financial income	-	-	-	-	-	-
Financial expenses	(15,277)	(9,205)	(41,580)	(1,584)	(1,004)	(4,390)
Currency gain/loss	(2,691)	3,439	12,095	(147)	262	679
Profit/(Loss) before income tax	58,451	(15,178)	(8,592)	6,143	(1,747)	(1,514)
Income tax	(2,396)	941	2,616	(248)	102	278
Net profit/(loss) for the period	56,055	(14,237)	(5,976)	5,895	(1,645)	(1,236)
Whereof attributable to:						
The owners of the parent company	56,055	(14,237)	(5,976)	5,895	(1,645)	(1,236)
Earnings per share before dilution (SEK, US\$)	0.57	(0.14)	(0.06)	0.06	(0.02)	(0.01)
Earnings per share after dilution (SEK, US\$)	0.57	(0.14)	(0.06)	0.06	(0.02)	(0.01)
Number of shares issued at period end	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502
Average number of shares for the period	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502
Average number of shares for the period after dilution	98,993,502	98,993,502	98,993,502	98,993,502	98,993,502	98,993,502

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
Net profit/(loss) for the period	56,055	(14,237)	(5,976)	5,895	(1,645)	(1,236)
Other comprehensive income/(loss)						
Translation difference	(76,621)	103	(14,283)	(2,177)	1,119	36
Total comprehensive income/(loss) for the period	(20,566)	(14,134)	(20,259)	3,718	(526)	(1,200)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	March 31, 2020 TSEK	December 31, 2019 TSEK	March 31, 2020 US\$000	December 31, 2019 US\$000
ASSETS				
NON-CURRENT ASSETS				
Intangible fixed assets	152,364	149,734	19,214	20,036
Tangible fixed assets	335,724	312,808	33,292	33,550
Stripping assets	36,602	37,721	3,632	4,049
Deferred tax assets	23,382	63,962	5,072	6,049
TOTAL NON-CURRENT ASSETS	548,072	564,225	61,210	63,684
CURRENT ASSETS				
Materials	14,544	12,879	1,443	1,382
Work in progress	15,971	33,597	1,585	3,606
Finished products	489	647	49	69
Trade and other receivables	32,188	38,299	3,194	4,111
Advanced paid to suppliers and prepaid expenses	9,977	6,857	986	737
Cash and cash equivalents	17,508	1,343	1,738	145
TOTAL CURRENT ASSETS	90,677	93,622	8,995	10,050
TOTAL ASSETS	638,749	657,847	70,205	73,734
EQUITY AND LIABILITIES				
EQUITY				
Share capital	11,098	11,098	1,436	1,436
Additional paid-in capital	554,075	553,720	79,198	79,197
Translation difference reserve	(231,874)	(154,913)	(16,000)	(13,823)
Retained earnings	(609,605)	(665,660)	(85,233)	(91,127)
TOTAL EQUITY	(276,306)	(255,755)	(20,599)	(24,317)
NON-CURRENT LIABILITIES				
Bank loans and other notes	201,498	191,002	19,996	20,500
Debt to shareholder	361,207	329,251	35,844	35,338
Lease payable	7,930	12,503	787	1,342
Deferred tax liabilities	-	38	-	-
Other non-current liabilities	96,714	91,291	9,597	9,798
TOTAL NON-CURRENT LIABILITIES	667,349	624,085	66,224	66,978
CURRENT LIABILITIES				
Bank loans and other notes	187,400	178,424	18,597	19,150
Other interest bearing liabilities	33,560	53,816	3,330	5,776
Trade accounts payable	10,124	24,115	1,005	2,588
Other current liabilities	16,622	33,162	1,648	3,559
TOTAL CURRENT LIABILITIES	247,706	289,517	24,580	31,073
TOTAL EQUITY AND LIABILITIES	638,749	657,847	70,205	73,734

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TSEK	Attributable to the shareholders of the parent company				Total equity
	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	
Equity as at December 31, 2018	11,098	553,720	(140,970)	(659,684)	(235,836)
Comprehensive income					
Net profit/loss for the period	-	-	-	(14,237)	(14,237)
Other comprehensive income	-	-	103	-	103
Total comprehensive income for the period	-	-	103	(14,237)	(14,134)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at March 31, 2019	11,098	553,720	(140,867)	(673,921)	(249,970)
Comprehensive income					
Net profit/loss for the period	-	-	-	8,261	8,261
Other comprehensive income	-	340	(14,386)	-	(14,046)
Total comprehensive income for the period	-	340	(14,386)	8,261	(5,785)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at December 31, 2019	11,098	554,060	(155,253)	(665,660)	(255,755)
Comprehensive income					
Net profit/loss for the period	-	-	-	56,055	56,055
Other comprehensive income	-	15	(76,621)	-	(76,606)
Total comprehensive income for the period	-	15	(76,621)	56,055	(20,551)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at March 31, 2020	11,098	554,075	(231,874)	(609,605)	(276,306)

US\$000	Attributable to the shareholders of the parent company				Total equity
	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	
Equity as at December 31, 2018	1,436	79,160	(13,859)	(89,891)	(23,154)
Comprehensive income					
Net profit/loss for the period	-	-	-	(1,645)	(1,645)
Other comprehensive income	-	-	1,119	-	1,119
Total comprehensive income for the period	-	-	1,119	(1,645)	(526)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at March 31, 2019	1,436	79,160	(12,740)	(91,536)	(23,680)
Comprehensive income					
Net profit/loss for the period	-	-	-	409	409
Other comprehensive income	-	37	(1,083)	-	(1,046)
Total comprehensive income for the period	-	37	(1,083)	409	(637)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at December 31, 2019	1,436	79,197	(13,823)	(91,127)	(24,317)
Comprehensive income					
Net profit/loss for the period	-	-	-	5,895	5,895
Other comprehensive income	-	-	(2,177)	-	(2,177)
Total comprehensive income for the period	-	-	(2,177)	5,895	3,718
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at March 31, 2020	1,436	79,197	(16,000)	(85,232)	(20,599)

CONSOLIDATED CASH FLOW STATEMENT

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
OPERATING ACTIVITIES						
Receipts from gold sales	156,194	38,727	283,108	16,154	4,223	29,763
Receipts from assets sale	-	-	-	-	-	-
VAT and other reimbursement	9,814	5,172	30,428	1,015	564	3,217
Payments to suppliers	(53,007)	(22,624)	(149,355)	(5,482)	(2,467)	(15,743)
Payments to employees and social taxes	(24,163)	(15,076)	(65,189)	(2,499)	(1,644)	(6,897)
Income tax paid	(6,140)	-	-	(635)	-	-
Other taxes paid	(5,937)	(1,541)	(14,116)	(614)	(168)	(1,484)
Net cash flows from/(used in) operating activities	76,761	4,658	84,876	7,939	508	8,856
INVESTING ACTIVITIES						
Purchase and construction of property, plant and equipment	(12,232)	(10,601)	(85,483)	(1,265)	(1,156)	(8,999)
Interest capitalized in construction	-	-	(9,094)	-	-	(480)
Exploration and research works	(609)	(339)	(722)	(63)	(37)	(77)
Net cash flows used in investing activities	(12,841)	(10,940)	(95,299)	(1,328)	(1,193)	(9,556)
FINANCING ACTIVITIES						
Proceeds from borrowings, net	-	-	43,611	-	-	4,576
Repayment of borrowings, net	(29,037)	-	(8,359)	(3,003)	-	(870)
Interest paid	(13,314)	(7,016)	(23,336)	(1,377)	(766)	(2,943)
Lease payments	(5,260)	(3,109)	(18,567)	(544)	(339)	(1,957)
Proceeds from sale and leaseback transactions	-	7,694	7,694	-	839	839
Net cash from/(used in) financing activities	(47,611)	(2,431)	1,043	(4,924)	(265)	(355)
Net increase/(decrease) in cash and cash equivalents	16,309	(8,713)	(9,380)	1,687	(950)	(1,055)
Effect of foreign exchange rate changes on cash and cash equivalents	(144)	470	57	(93)	22	11
Opening balance cash and cash equivalents	1,343	10,666	10,666	144	1,189	1,189
Closing balance cash and cash equivalents	17,508	2,423	1,343	1,738	261	145

CONSOLIDATED KEY RATIOS

	Definitions	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
Total assets	Total assets at period end	638,749	596,411	657,847	70,205	67,506	73,734
Total equity	Total equity including non-controlling interest at period end	(276,306)	(249,970)	(255,755)	(20,599)	(23,680)	(24,317)
Interest bearing debt	Total interest bearing debt at the period end	788,979	738,029	761,959	78,294	79,511	81,780
Employees at period end	-	544	445	550	544	445	550
EBITDA	Earnings Before Interest, Tax, Depreciation, Amortization and any Impairment	92,354	2,084	68,242	9,523	228	7,211
Per share data							
Earnings per share (SEK, USD)	Net result after tax for the period divided by the average number of outstanding shares for the period before dilution	0.57	(0.14)	(0.06)	0.06	(0.02)	(0.01)
Equity per share (SEK, USD)	Equity excluding non-controlling interests at the period end divided by the number of outstanding shares at the period end	(2.80)	(2.53)	(2.59)	(0.21)	(0.24)	(0.25)

PARENT COMPANY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
Operating income	180	180	720	19	20	76
Total income	180	180	720	19	20	76
External expenses	(833)	(1,429)	(4,883)	(86)	(156)	(516)
Employee benefit expenses	(725)	(942)	(2,797)	(75)	(103)	(296)
Total operating costs	(1,558)	(2,371)	(7,680)	(161)	(259)	(812)
Operating profit/(loss)	(1,378)	(2,191)	(6,960)	(142)	(239)	(736)
Net financial items	(57,452)	19,839	20,083	(5,942)	2,163	2,123
Profit/(Loss) before income tax	(58,830)	17,648	13,123	(6,084)	1,924	1,387
Income tax	-	-	-	-	-	-
Net profit/(loss) for the period	(58,830)	17,648	13,123	(6,084)	1,924	1,387

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
Net profit/loss for the period	(58,830)	17,648	13,123	(6,084)	1,924	1,387
Translation differences	-	-	-	(3,023)	(1,419)	(1,526)
Total comprehensive income for the period	(58,830)	17,648	13,123	(9,107)	505	(139)

PARENT CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	March 31, 2020 TSEK	December 31, 2019 TSEK	March 31, 2020 US\$000	December 31, 2019 US\$000
ASSETS				
FIXED ASSETS				
Financial fixed assets	730,475	775,886	72,489	83,275
Total fixed assets	730,475	775,886	72,489	83,275
CURRENT ASSETS				
Current receivables	1,860	1,371	185	147
Cash and bank	810	1,081	80	116
Total current assets	2,670	2,452	265	263
TOTAL ASSETS	733,145	778,338	72,754	83,538
EQUITY AND LIABILITIES				
EQUITY	327,904	386,736	32,540	41,508
LONG-TERM LIABILITIES	381,980	349,270	37,906	37,487
CURRENT LIABILITIES	23,261	42,332	2,308	4,543
TOTAL EQUITY AND LIABILITIES	733,145	778,338	72,754	83,538

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
TSEK							
Equity as at December 31, 2018	11,098	266,306	780,426	-	(636,194)	(48,022)	373,614
Profit/(loss) brought forward	-	-	-	-	(48,022)	48,022	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	17,648	17,648
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	17,648	17,648
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at March 31, 2019	11,098	266,306	780,426	-	(684,216)	17,648	391,262
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(4,525)	(4,525)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(4,525)	(4,525)
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at December 31, 2019	11,098	266,306	780,426	-	(684,216)	13,123	386,737
Profit/(loss) brought forward	-	-	-	-	13,123	(13,123)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(58,830)	(58,830)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(58,830)	(58,830)
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at March 31, 2020	11,098	266,306	780,426	-	(671,093)	(58,830)	327,904

	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
\$S000							
Equity as at December 31, 2018	1,436	40,872	113,955	(9,491)	(99,598)	(5,526)	41,648
Profit/(loss) brought forward	-	-	-	-	(5,526)	5,526	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	1,924	1,924
Other comprehensive income	-	-	-	(1,419)	-	-	(1,419)
Total comprehensive income for the period	-	-	-	(1,419)	-	1,924	505
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	1	-	-	-	1
Total transactions with owners in their capacity as owners	-	-	1	-	-	-	1
Equity as at March 31, 2019	1,436	40,872	113,956	(10,910)	(105,124)	1,924	42,152
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(537)	(537)
Other comprehensive income	-	-	-	(107)	-	-	(107)
Total comprehensive income for the period	-	-	-	(107)	-	(537)	(644)
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at December 31, 2019	1,436	40,872	113,956	(11,017)	(105,124)	1,387	41,508
Profit/(loss) brought forward	-	-	-	-	1,387	(1,387)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(6,084)	(6,084)
Other comprehensive income	-	-	-	(2,884)	-	-	(2,884)
Total comprehensive income for the period	-	-	-	(2,884)	-	(6,084)	(8,968)
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at March 31, 2020	1,436	40,872	113,956	(13,901)	(103,737)	(6,084)	32,540

PARENT COMPANY CASH FLOW STATEMENT

	Q1 Jan-Mar 2020 TSEK	Q1 Jan-Mar 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q1 Jan-Mar 2020 US\$000	Q1 Jan-Mar 2019 US\$000	12 months Jan-Dec 2019 US\$000
OPERATING ACTIVITIES						
Receipts from customers	-	-	720	-	-	76
VAT and other reimbursement	56	78	279	6	9	30
Payments to suppliers	(912)	(1,412)	(5,350)	(94)	(154)	(566)
Payments to employees and the Board members	(799)	(759)	(2,558)	(83)	(83)	(271)
Income tax paid	-	-	-	-	-	-
Other taxes paid	-	-	-	-	-	-
Net cash flows from/(used in) operating activities	(1,655)	(2,093)	(6,909)	(171)	(228)	(731)
INVESTING ACTIVITIES						
Borrowings given/Proceeds from borrowings given	24,601	2,169	8,119	2,544	237	859
Net cash flows from/(used in) investing activities	24,601	2,169	8,119	2,544	237	859
FINANCING ACTIVITIES						
Proceeds from borrowings	-	-	-	-	-	-
Receipts from share issue	-	-	-	-	-	-
Repayment of borrowings	(18,295)	-	-	(1,892)	-	-
Interest paid	(4,914)	-	(135)	(508)	-	(14)
Transaction costs arising on share issue	-	(160)	(160)	-	(17)	(17)
Other finance income/expenses (Arrangement fee GI)	-	-	-	-	-	-
Net cash from/(used in) financing activities	(23,209)	(160)	(295)	(2,400)	(17)	(31)
Net increase/(decrease) in cash and cash equivalents	(263)	(84)	915	(27)	(9)	97
Effect of foreign exchange rate changes on cash and cash equivalents	(8)	2	(9)	(9)	(1)	(1)
Opening balance cash and cash equivalents	1,081	175	175	116	20	20
Closing balance cash and cash equivalents	810	93	1,081	80	10	116

Additional information

NEXT REPORTS DUE

Interim report (Q2) January - June, 2020:

[August 31, 2020](#)

Interim report (Q3) January - September, 2020:

[November 30, 2020](#)

Interim report (Q4) January - December, 2020:

[February 28, 2021](#)

COMPANY INFORMATION

Auriant Mining AB (AUR) is a Swedish junior mining company focused on gold exploration and production in Russia, primarily in Zabaikalye and the Republics of Khakassia and Tyva. The company has currently four assets, including two operating mines (Tardan and Solcocon), one early stage exploration asset and one development asset.

Since July 19, 2010, Auriant Mining's shares are traded on Nasdaq First North Premier Growth Market under the short name AUR. For more information please visit www.auriant.com.

Mangold Fondkommission is Certified Adviser to Auriant, for more information please call +46 8 503 015 50 or visit www.mangold.se.

BOARD ASSURANCE

The Board of directors and the managing director confirm that the interim report provides an accurate overview of the company's and the group's operations, position, results and that it describes significant risks and uncertainties that the company and group companies are exposed to.

Stockholm, May 29, 2020
Auriant Mining AB (publ.)

Lord Daresbury
Chairman of the Board

Preston Haskell
Board Member

Jukka Pitkääjärvi
Board Member

Danilo Lange
Board Member

Sergey Ustimenko
CEO

This quarterly report has not been reviewed by the Company's Auditors.

Cautionary Statement: Statements and assumptions made in this report with respect to Auriant Mining AB's ("AUR") current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of AUR. Forward-looking statements include, but are not limited to, those using words such as "may", "might", "seeks", "expects", "anticipates", "estimates", "believes", "projects", "plans", "strategy", "forecast" and similar expressions. These statements reflect management's expectations and assumptions in light of currently available information. They are subject to a number of risks and uncertainties, including, but not limited to, (i) changes in the economic, regulatory and political environments in the countries where AUR operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) AUR's continued ability to secure enough financing to carry on its operations as a going concern; (iv) the success of its potential joint ventures and alliances, if any; (v) exchange rates, particularly between the Russian rouble and the U.S. dollar. In the light of the many risks and uncertainties surrounding any gold production and exploration company at an early stage of its development, the actual results could differ materially from those presented and forecast in this report. AUR assumes no unconditional obligation to immediately update any such statements and/or forecasts. This press release shall not, directly or indirectly, be released, published or distributed in or to the United States, Australia, Japan, Canada, New Zealand, Hong Kong, South Africa or other country where such action as a whole or in part is subject to legal restrictions. Nothing in this press release should be considered as an offer to invest or otherwise trade in shares of Auriant Mining AB (publ). The proposed issue will not be directed at residents or those living in the United States, Australia, Japan, Canada, New Zealand, Hong Kong, South Africa or other country where such action would require further prospectus, other offering documentation, registration or other measures beyond those required by Swedish law. No securities will be registered under the United States Securities Act of 1933, a similar law in any state in the United States, or under any provincial law in Canada, nor under the applicable law of another country.