



Auriant Mining AB (publ)

Interim report for the period from January – June 2012

Key strategic and organizational developments post period end:

- **Heap leaching factory at Tardan successfully commissioned on 24 August: all necessary permits received**
- **Test runs of heap leaching factory at Tardan successfully completed: c. 55 kg of gold produced**
- **New loan facility of 86 million roubles secured; bank debt restructured and new repayment schedule agreed**
- **Management team further strengthened with the appointment of Mihail Fedulov as Group CFO and Katya Babaeva as Group General Counsel**

During the period:

- **Consolidated total income for the reporting period amounted to MSEK 71,7 (1H 2011:MSEK 95,3).**
- **Total production of gold during H1 was 78 kg (152 kg).**
- **EBITDA for the period was MSEK 0,1 (MSEK -23,7).**
- **The net result, after tax and non-controlling interest for the reporting period, was MSEK -26,5 (MSEK -30,3) corresponding to earnings per share of SEK -1.5 (SEK -1,83)**
- **Operational outsourcing agreement with Urumkan for alluvial gold production at Borzuya successfully completed in April 2012**
- **Denis Alexandrov appointed CEO of Auriant Mining in May 2012**
- **On 1 June 2012 the Company's name was changed to Auriant Mining AB, in accordance with the resolution carried at the Annual General Meeting held on 24 May 2012**

CEO's Review

Dear shareholders,

I am pleased and proud to write to you for the first time as CEO of Auriant Mining. When I took up the role in May 2012, I identified three significant tasks that required immediate action: to commission Tardan, to restructure the company's debt and to strengthen its management team. Today I can report good initial progress with all three tasks:

- In August we successfully commissioned Tardan, and received all the approvals and permits required in order to start the heap leaching factory. During July and August we also completed test runs at Tardan that resulted in a very encouraging output of c. 55 kg of gold.
- As part of our debt restructuring process we repaid a first tranche of 35 million roubles to Svyaz Bank; and on 31 July we agreed a new repayment schedule, which allowed us to access a further 86 million roubles of financing. The restructuring process is still under way and we expect to conclude current negotiations with financial institutions by the end of September 2012.
- In pursuit of our aim to further strengthen the management team, we appointed Michael Fedulov as Group Chief Financial Officer and Ekaterina Babaeva as Group General Counsel. We have also hired a number of key professionals at our operational sites. We are currently making further appointments in the human resources, operational, exploration and corporate finance functions of the Group to underpin the development of a sound executive management team capable of realizing the full potential of our existing assets.

In light of the encouraging results of the test runs at Tardan and the expected level of production at Borzaya, we remain with our previous forecast and anticipate that our total production for 2012 will be in the range of 600-700 kg Au.

Tardan

During the second quarter of 2012, Tardan's management focused on completing the construction of the heap leaching site and preparing for the test runs. As of end of second quarter 236,900 tons of ore at an average grade of 1.96 g/t were stacked and prepared for irrigation at Heaps #1 and #2. The test run procedures included irrigation of these heaps, which started on 2 July.

The results of the test run operations are very encouraging. Part of the production from the heap leaching factory during July and August was further processed, including desorption, and sent to the refinery in Krasnoyarsk. I am pleased to report that the outcome of these test runs was that between 2 and 15 August we produced our first 55kg of gold from Tardan. Now that all the necessary permits for the site are in place, the heap leaching factory will ramp up production over the next two years, with target production levels of 1000 kg Au per annum from the end of 2014.

Crushing and stacking is continuing at Tardan and we plan to have all ore mined to date in

irrigation by the end of 2012. At the current level of crushing, stacking and production, Tardan is well placed to achieve its 2012 production target.

We also restarted core drilling at Tardan in order to prepare the reserves at Ore Body #6 and Ore Body #28 for stripping and mining in 2H 2012 and through 2013. We plan to restart mining operations at Tardan in September 2012 in order to provide ore for stacking by the spring of 2013.

Solcocon

The Solcocon heap leaching factory, our production unit at Zabaykalye, underperformed during the second quarter of 2012. There were two major reasons for this underperformance: poor reserve preparation, due to lack of production exploration drilling that resulted in dilution of the grades in mined ore, and repeated breakdown of an old crusher that requires constant maintenance. As a result, Solcocon is currently behind plan in new ore stacking, and consequently in gold production.

In order to improve the situation at Solcocon we moved two spare RC drill rigs from Tardan to Solcocon, and were able to catch up on planned production drilling between June and August 2012. Mined gold grades have improved and are currently exceeding budgeted levels. Also, in August we purchased a new crusher for Solcocon that has already arrived on site and is currently being installed. The crusher should be fully operational by the end of September 2012.

As a result of the improvements we have made in production, exploration and crushing, we expect Solcocon to increase production levels in the second half of 2012, offsetting at least some of the anticipated shortfall against its 2012 production target.

Exploration

Our exploration joint venture at Kara-Beldyr with Centerra continues to show promising results. Our plan for the 2012-2013 winter drilling season is to continue core drilling at Kara-Beldyr in order to further increase its resource base. Exploration activities permitted by our licences at Uzjuzjul and bigger Tardan area are currently limited in order to preserve cash.

Alluvial

As part of the company's strategy to phase out alluvial production, operations at Borzya were outsourced to an external contractor, Urumkan. During the second quarter of 2012 Urumkan concentrated on stripping the overburden on the Shirokaya Tala alluvial area. At the end of July, Urumkan started washing gold sands and produced approximately 20 kg Au in the first fortnight of August.

Outlook

2012 is a year of significant change for your company, and this is reflected in our change of name in June to Auriant Mining. I am confident that the strategic actions we have taken, and the initiatives we are pursuing, will provide a firm foundation for the continued development of the Group despite the uncertainties of the global economic environment.

Looking forward, Auriant Mining will continue to strengthen its management team; ensure the smooth running and successful development of production at Tardan; and actively pursue operational improvements at Solcocon. We will also focus on increasing our exploration activities in a wider area around Tardan, and on securing the necessary licences at Uzjunzjul and Staroverenskaya in order to prepare for 2013 exploration season.

Denis Alexandrov

Chief Executive Officer

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Operational update

Production

The total production of gold for the first half year of 2012 from Auriant's production units amounts to 78 kg (152 kg). All of the 1H production comes from hard rock mining operations.

Production unit	License area	Production H1 2012 (kg)	Production H1 2011 (kg)	Production 2011 (kg)
Tardan (gravitational)	Tardan	44	40	96
Tardan (heap leaching)	Tardan	0	0	0
Solcocon	Staroverinskaya	34	112	238
Sub total		78	152	334
Borzya Alluvial	Staroverinskaya	0	0	76
Total		78	152	410

Tardan

		1H 2012	1H 2011
Mining			
Stripping	m3	185.0	127.3
Ore mined	k tons	55.5	86.9
Average grade	g/ton	2.3	2.4
Gravitation			
Tons throughput	k tons	28.8	29.5
Average grade	g/ton	4.1	4.2
Extraction rate	%	33%	32%
Gold produced	kg	44	40
Heap Leach			
Crushing			
Tons	k tons	82.9	22.5
Grade	g/ton	1.5	1.4
Stacking			
Ore tons	k tons	76.0	0
Grade	g/ton	1.4	0
Tailings tons		14.6	0
Grade		3.4	0
Warehouse			
Ore tons	k tons	171.2	152.4
Grade	g/ton	1.4	1.6
Tailings tons	k tons	250.1	249.8
Grade	g/ton	2.1	3.3

During the first half of 2012 Tardan finalized the construction of 2nd stage of the heap leaching plant. On 24th of August the heap leaching factory has been successfully commissioned and the final permit to start production has been received.

As of June 30, 2012, heap nr 1 is stacked, and the amount of ore stacked as of June 30, 2012 has been accumulated up to 236 900 tons at the average grade of 1.96 g/t. In addition to the ore stacked at the

heap nr 1, Tardan has 171,200 tons of ore prepared for crushing and stacking and 250,100 tons of gravitational tailings in stock, which is expected to completely fulfill the requirements for 2012 production plan. The heap irrigation has been started on July 2, 2012. By August 29, 2012 during the test run mode Tardan has already produced 55 kilograms of gold.

Provided that Tardan has enough ore prepared and partly stacked to operate through the year all mining activities at Tardan were suspended in April 2012 in order to minimize costs and fully focus on the commissioning of the heap leaching plant. While mining activities are suspended, 2 percussion drill rigs were freed up and sent to the Solcocon production unit in Chita together with the drilling teams to facilitate the production exploration at the open pits on the Solcocon production unit. The mining activity is planned to restart in September 2012.

The gravitational plant has been running as planned, producing 44 kg (1 414 oz) of gold in January – June 2012. It will be re-commissioned in 2013 once high grade ore is mined.

With successful commissioning of Tradan's heap leaching factory, the production target remains 350-400 kg (11 252 – 12 860 oz) for second half of 2012.

Solcocon

		1H 2012	1H 2011
Mining			
Stripping	k m3	475.9	1943.7
Ore mined	k tons	54.1	78.5
Average grade	g/ton	1.4	1.56
Heap Leach			
Crushing / stacking			
Tons	k tons	13.7	135.9
Grade	g/ton	1.3	1.17
Gold produced	Kg	34.0	112.0
Extraction rate		46%	69%
Warehouse			
Ore tons	k tons	5.9	5.4
Grade	g/ton	1.3	2.3

During the first half of 2012 the heap leaching factory at Solcocon has produced 34 kg (1 0933 oz) of gold. This is below the budgeted levels. With new crushing equipment being installed and 2 new drill rigs operational, the production for 2H2012 is estimated at 110 – 140 kg (3 536 – 4 501 oz).

Gold Borzja - Urumkan

The alluvial contractor has started stripping works at the Gold Borzja alluvial production unit. The production plan set out by the contractor for the 2012 season is in the range of 100-120 kg (3,215 – 3,858 oz) of gold. Auriant remains the license holder and the gold seller for the alluvial operation, while all mining and processing operations are outsourced in line with the company's strategy to phase out of the alluvial assets.

Auriant's registered gold reserves are presented in the tables below.

NI 43-101 - Compliant Gold Resources

License	Deposits	Alluvial/Hard Rock	Measured & Indicated				Inferred				License expiration
			Ore, 000 t.	Au, g/t	Au, kg	Au, 000 oz	Ore, 000 t.	Au, g/t	Au, kg	Au, 000 oz	
Kara-Beldyr											2027
	Kara-Beldyr *	Hard Rock	1 137	2,4	2 697	86,7	1 006	2,0	1 969	63,3	

* The resource numbers above represent CAG's 30% share in the Kara-Beldyr project.

GKZ - Compliant Gold Resources

License	Deposits	Alluvial/Hard Rock	C1				C2				License expiration	P1/P2**
			Ore, 000 t.	Au, g/t	Au, kg	Au, 000 oz	Ore, 000 t.	Au, g/t	Au, kg	Au, 000 oz		000 kg
Tardan											2028-2032	22
	Tardan deposit	Hard Rock	1 454	3,75	5 454	175,4	524	4,45	2 332	75,0		
	Tardan exploration licen	Hard Rock					270	6,14	1 656	53,2		
Staroverinskaya											2029	132
	Kozlovskoye	Hard Rock	262	8,77	2 297	73,8	869	7,78	6 764	217,5		
	Bogomolovskoye	Hard Rock	20	2,95	59	1,9	2 141	3,48	7 460	239,8		
	Borzya	Alluvial	166	1,34	222	7,1	1 036	1,41	1 456	46,8		
Uzhunzul		Hard Rock									2031	26
TOTAL			1 902		8 032	258.2	4 840		19 668	632.3		180

** Based on in-house calculations.

Income, result and financial position for the group

Income and result

For the six-month period ended June 30, 2012 the group reported a net result after tax and non-controlling interest of TSEK -26,4 (TSEK -30,3) which corresponds to SEK -1,5 (SEK -1,83) earnings per share.

Total consolidated revenue from gold sales amounted to TSEK 31,105 (TSEK 41,991) during the period. This corresponded to 78 kg (152 kg) of gold. Although this is a 42% volume drop, the Company has achieved a lower revenue decrease due to higher gold prices. The underperformance is attributed to lower production volumes in Solcocon. Production levels in Tardan remained at similar levels to prior period.

During 6 months 2012, no exploration costs were capitalized (TSEK 3,809).

Other operating income for the reporting period amounted to TSEK 13,459 (TSEK 238) and relates mainly to the accounting effect of the changed ownership in Awilia Enterprises Ltd., the JV company Auriant Mining has with Centerra Gold Inc. for the development of the Kara Beldyr license area. Centerra in January 2012 earned the right to another 20% of the JV. The remaining income relates to reversal of write-offs already accrued in IFRS in prior periods.

Outsource of alluvial activity in 2012 to external contractor and reduced level of activity in preparing ore for heap leaching production at Tardan explain the general reduction of operating costs and decrease in change in inventory as a result. The change in stock of finished- and semi-finished goods amounted to TSEK 27,130 (TSEK 49,245) during the first half of 2012.

The Total operating costs for the Group during the reporting period were TSEK -81,260

(TSEK -129,788), of which other external expenses amounted to TSEK – 38,115 (TSEK -73,931) and employee benefit expenses were TSEK -32,623 (TSEK -45,087). The overall decrease in external services relates and reductions of salary expenses again caused by outsourcing alluvial business. Another reason is that stripping and blasting works at Tardan were frozen in second quarter of 2012 resulting in lower expenses comparing to prior year figures.

Net financial items were TSEK – 21,615 (TSEK -171) for the reporting period and the income tax for the reporting period was TSEK 4,722 (TSEK 4,328). The income tax is predominantly related to change in deferred taxation at the subsidiary level. The net financial items are higher compared to last year due to interest expense incurred on loans received from Golden Impala, the company related party to the main shareholder.

Since the sale of the subsidiary LLC Artelj Lena during the summer of 2011, the group does not have any non-controlling interest. The net result attributable to non-controlling interest for the comparative period was TSEK -1,071.

Total assets

Total assets of the Company increased in comparison to year-end balance to TSEK 708,065 (TSEK 676,095). The change mainly corresponds to Tardan increasing WIP as part of the preparation works for the new heap leaching plant to be commissioned in August 2012.

Investments, liquidity and financing

Although the company is underperforming if compared to prior year production volumes, the Group required less debt to finance its operating activity -2,776 (-59,972).

During the reporting period, total investments amounted to TSEK 27,135 (TSEK 83,315), these mainly relate to completion of construction and obtaining required permits for heap leaching plant at Tardan.

In the first half of 2012, Auriant Mining partly financed its operations by Svyazbank loans. As a result, loans payable increased by TSEK 59,012. During this period part of the loans were repaid in the amount of TSEK 16,342 (including interests TSEK 5,740). In total, Auriant Mining outstanding bank loans to Svyaz-Bank as of June 30, 2012 amounts to TSEK 114,410.

As a significant event after the reporting date, in July 2012, Tardan managed to restructure both loans from Sviyaz-Bank. Under the current agreement, the repayment was extended until the end of March 2013. As a consequence, there is an increase of interest on loan to 15% per annum.

Further, Auriant Mining has outstanding loans to Golden Impala, a company related to the main shareholder. As of 30 June 2012, the total amount of outstanding debt (including interest) is TSEK 209,398. The loans from Golden Impala mature in September 2012 and have an annual interest of 13-18%. The company negotiated the extension of the loans till 2014.

In July 2012, Golden Impala has provide an additional loan of 630,000 USD (approx. 4,3 MSEK) to Auriant Mining repayable in September 2012 at the interest of 18%.

Due to the tight amortization schedules of the loans granted by Svyaz-Bank, the Company is working to refinance/restructure the current loans and to find a more sustainable financial solution that supports the development plans. It is the opinion of the board of directors that such a financial solution will be reached.

Consolidated cash balance at June 30, 2012 was TSEK 10,225 (TSEK 4,689).

Other financial information

Segment information

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

Transactions with related parties

As at June 30, 2012 Auriant Mining has received loans from Golden Impala, a company related to the ultimate controlling party of Auriant Mining, Preston Haskell, in a total amount of MSEK 180.7. As security for part of the loans, Auriant Mining has pledged 50% of the shares in the subsidiary, LLC Tardan Gold and 100% of the shares in the subsidiary LLC Uzhunzhul. In the end of July 2012, Auriant Mining received another loan in the amount of 630,000 USD (approx. MSEK 4,3) from Golden Impala Ltd.

Employees

The group had on average 705 (974) employees during reporting period. As at the end of June 2012 the number of employees in the group was 710 (1,139). The significant decrease in number of employees is caused by alluvial business of Gold Borzha being operated by external contractor starting from April 2012 and also the sale of Artelj Lena.

Capital Structure

The number of issued shares at the end of the reporting period amounts to 17,616,987. The limits of the share capital are a minimum of TSEK 150,000 and a maximum of TSEK 600,000 and the quota value of each share is SEK 11.25. Each share carries one vote.

Production forecast

Auriant Mining's production forecast for the calendar year 2012 is in the range of 600 – 700 kg (19 290 – 22 505 oz).

The parent company

The parent company is a holding company without significant operations. It supports the subsidiaries with financing, investor relation services and strategy reviews etc. Thus it usually has no income other than interest on loans extended to the subsidiaries from time to time or in respect of bank deposits.

The operating result for the reporting period was TSEK 4,290 (TSEK -2,863). The change is mainly due to the increase in other operating income for the period relating to the gain from the sale of 20% of the shares in Awilia Enterprises Ltd. to Centerra Gold made in accordance with the JV agreement for the Kara Beldyr license area as Centerra in January 2012 earned the right to another 20% in the JV. Total operating expenses amounted to TSEK -3,736 (TSEK -3,005).

Net financial items amounted to TSEK -13,347 (TSEK 10 480) Significant decrease mostly relates to the interests accrued on the loan received from Golden Impala. A total exchange rate loss of TSEK -7,704 was made during the period. This relates to the revaluation of liabilities denominated in USD. Net result for the reporting period amounted to TSEK -9,057 (TSEK 7,617).

Total cash balance in the parent company was TSEK 1,001 (TSEK 1,362) at the end of June 2012.

The increase in current liabilities compared to year end balance is mainly caused by loans, including accrued interest, from the related party, Golden Impala Ltd. of TSEK 209,398 (TSEK 165,701)

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 40 in the annual report for financial year 2011. The evaluations and estimations made by the board of directors and management in preparing the interim report is described on page 45 in the annual report for 2011.

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 new or revised IFRS standards or IFRIC-recommendations that have been enacted since 1 January 2012 have not had any material effect on the group's income statement and balance sheet.

The parent company applies the same accounting principles as the group and the Swedish Financial Reporting Board's recommendation RFR 2, *Accounting for legal entities*.

Risks and uncertainties associated with this interim report

The group's risk exposure is presented on page 24 of the 2011 annual report. The Board of Directors believes that the most important risk factors for the time being are:

- 1) *Gold price risk:* The fluctuations of the international gold price directly influence the revenues of a gold producing company
- 2) *Currency risk:* Auriant Mining operations and reporting is influenced by gold price in USD of production costs in RUB, and the reporting of the SEK. Fluctuations in exchange rates could have a major impact on both local operational results and the SEK reported results.
- 3) *Political risks:* Auriant Mining currently operates only in Russia. Being a young democracy Russia does not have as stable political situation as it is in the older democracies of Western Europe.
- 4) *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.
- 5) *Geologic risk:* The recoverable gold reserves of a gold exploration and production company are influenced by geologic 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.
- 6) *Financial and project risk:* Auriant Mining AB is a junior gold mining company at an early stage. It is involved in production of gold as well as exploration. The company is still dependent on external financing for developing its business. If the availability of external financing were to get reduced it would negatively influence the future perspectives of the company. The currently very bad sentiments on the global stock markets must be taken in to account.
- 7) *Legal risks:* Auriant Mining operates in a complicated and challenging legal environment in Russia. Further, the Russian tax legislation is subject to varying interpretations and frequent changes. Changes in the interpretations of tax legislation and in the legal environment may have significant impact on the company.

Significant events after the end of the reporting period

In July 2012 Tardan Gold has completed the construction of the Heap leaching plant and invited RosTechNadzor (state agency) to start the official process to receive the required permitting to operate the second stage of the heap leaching plant. The plant was officially commissioned by Tyvanedra on 24 July 2012.

On 30 July 2012, Tardan Gold concluded the Additional Agreement with Sviaz-bank restructuring the payment schedule and providing the extension of the credit until March 2013. The annual interest rate was increased to 15% starting from July 1 2012.

In July 2012, Auriant Mining received a loan in the amount of MSEK 4,3 (630 kUSD) with 18% annual interest rate and maturity in September 2012 from the related party, Golden Impala Ltd.

Mihail Fedulov is appointed as new CFO of the group. Ekaterina Babaeva is appointed as Group General Counsel.

In July 2012, Roman Semenov has joined Auriant Mining as head of the Chita operations. Roman has vast experience in gold business in the region. Before joining the company, Roman worked for Highland Gold's subsidiary in Chita.

Next report due

The next financial report due is the interim report for the period January-September 2012 that will be released on November 28, 2012.

9 month report 2012 (Jan-Sept)	28 November 2012
12 month report 2012 (Jan-Dec)	27 February 2013

Company information

Auriant Mining AB is a Swedish mining company focused on gold production and exploration in Russia in the central parts of Asia. The gold production was initiated in late January 2005 and the assets were as at end of March 2012 estimated to encompass almost 1,000,000 troy ounces (oz) (1 troy ounce = 31,1 g) of C1/ C2 Russian gold reserves (equalling some 32 tons). The parent company's full name is Auriant Mining AB (publ). It is a public limited liability company with head office in Stockholm. The corporate identification number is 556659-4833. Address of the parent company is Engelsbrektsplan 2, 4 tr, 114 34Stockholm. Since July 19, 2010, AURIANT MINING's shares are traded on First North Premier at the NASDAQ OMX Nordic Exchange under the short name AUR. For more information please visit www.auriant.se. Mangold Fondkommission is Certified Adviser to Auriant Mining, for more information please call +46 8 503 015 50 or visit www.mangold.se.

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, 2012

Auriant Mining AB (publ.)

Preston Haskell
Chairman

Lars Guldstrand
Director

Nick Harwood
Director

Ingmar Haga
Director

Denis Alexandrov
CEO and Director

The interim report has not been reviewed by the Company's auditors.

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Cautionary Statement: Statements and assumptions made in this report with respect to Auriant Mining AB's ("Auriant") current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of Auriant Mining. 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 Auriant operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) Auriant'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. Auriant assumes no unconditional obligation to immediately update any such statements and/or forecasts.

This Interim report in English is a translation of the Swedish interim report for the six month period ended June 30, 2012. If any discrepancies exist in the translation, the Swedish version shall prevail.

Financial reports

Consolidated income statement

	3 months 2012-04-01 -2012-06-31	3 months 2011-04-01 -2011-06-30	6 months 2012-01-01 -2012-06-30	6 months 2011-01-01 -2011-06-30	12 months 2011-01-01 -2011-12-31
(All amounts in TSEK)					
Income					
Revenue from sale of gold	16 167	27 281	31 105	41 991	131 965
Capitalised work for own account	0	1 570	0	3 809	4 112
Change in stock of finished and semi-finished goods	0				
	16 166	32 102	27 130	49 245	42 663
Other operating income	6 508	0	13 459	238	18 175
Total income	38 841	60 953	71 694	95 283	196 915
Operating costs					
External expenses	-19 122	-51 317	-38 115	-73 931	-149 823
Employee benefit expenses	-14 817	-27 379	-32 623	-45 087	-84 409
Depreciation, amortization and write downs	-4 025	-6 253	-10 522	-10 770	-63 847
Total operating costs	-37 964	-84 949	-81 260	-129 788	-298 079
Operating profit/loss	877	-23 996	-9 566	-34 505	-101 164
Net financial items	-20 834	1 035	-21 615	-171	-27 101
Profit/loss before income tax	-19 957	-22 961	-31 181	-34 676	-128 265
Income tax	6 721	3 713	4 722	4 328	7 869
Net profit/loss for the period	-13 236	-19 248	-26 459	-30 348	-120 396
Whereof attributable to:					
The owners of the parent company	-13 236	-18 179	-26 459	-29 277	-119 325
Non-controlling interest		-1 069	0	-1 071	-1 071
Earnings per share before dilution (SEK)	-0,75	-1,13	-1,50	-1,83	-7,17
Earnings per share after dilution (SEK) **)	-0,75	-1,13	-1,50	-1,83	-7,17
Number of shares issued at period end	17 616 987	16 016 987	17 616 987	16 016 987	17 616 987
Average number of shares for the period	17 616 987	16 016 987	17 616 987	16 016 987	16 652 603
Average number of shares for the period after dilution **)	17 616 987	16 016 987	17 616 987	16 016 987	16 652 603

Consolidated Statement of comprehensive income

	3 months 2012-04-01 -2012-06-31	3 months 2011-04-01 -2011-06-30	6 months 2012-01-01 -2012-06-30	6 months 2011-01-01 -2011-06-30	12 months 2011-01-01 -2011-12-31
(All amounts in TSEK)					
Net profit/loss for the period	-13 236	-19 248	-26 459	-30 348	-120 396
Other comprehensive income					
Translation difference	-18 525	-19 226	294	-12 504	-6 739
Total comprehensive income for the period	-31 761	-38 474	-26 165	-42 852	-127 135
Whereof attributable to:					
The owners of the parent company	-31 761	-37 405	-26 165	-41 781	-126 064
Non-controlling interest	0	-1 069	0	-1 071	-1 071

Consolidated balance sheet

(All amounts in TSEK)	June 30, 2012	June 30, 2011	December 31, 2011
ASSETS			
FIXED ASSETS			
Intangible fixed assets	160 374	167 187	159 496
Tangible fixed assets	239 226	202 746	229 365
Financial fixed assets	67 537	79 965	80 105
Total fixed assets	467 137	449 898	468 966
CURRENT ASSETS			
Inventories	188 071	250 191	153 620
Current receivables	42 632	100 233	42 514
Cash and bank	10 224	4 689	10 995
Total current assets	240 928	355 113	207 129
TOTAL ASSETS	708 065	805 011	676 095
Other operating expenses			
Equity	281 865	362 450	308 031
Non-controlling interest	-	6 487	-
Total equity	281 865	368 937	308 031
Long term liabilities	55 198	95 836	85 413
Current liabilities	371 002	340 238	282 651
TOTAL EQUITY AND LIABILITIES	708 065	805 011	676 095
PLEDGED ASSETS	198 315	121 536	188 816
CONTINGENT LIABILITIES	-	1 558	-

Consolidated statement of changes in equity

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(All amounts in TSEK)	Attributable to the shareholders of the parent company					Total equity
	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Non-controlling interest	
Equity as at December 31, 2010	180 191	143 705	-11 404	91 614	1 405	405 511
Comprehensive income						
Net profit/loss for the period				-29 277	-1 071	-30 348
Translation difference			-12 504			-12 504
Total comprehensive income for the period			-12 504	-29 277	-1 071	-42 852
Change in non-controlling interests				125	6 153	6 278
Equity as at June 30, 2011	180 191	143 705	-23 908	62 462	6 487	368 937
Comprehensive income						
Net profit/loss for the period				-90 173	0	-90 173
Translation difference			5 764			5 764
Total comprehensive income for the period			5 764	-90 173	0	-84 409
Change in non-controlling interest				-125	-6 487	-6 612
Transactions with shareholders						
Proceeds from rights issue	18 000	10 000				28 000
Costs for rights issue		-108				-108
Adjustment of costs for rights issue		2 222				2 222
Total transactions with shareholders for the period	18 000	12 114				30 114
Equity as at December 31, 2011	198 191	155 819	-18 144	-27 836	0	308 030
Comprehensive income						
Net profit/loss for the period				-26 459		-26 459
Translation difference			294			294
Total comprehensive income for the period			294	-26 459	0	-26 165
Equity as at June 30, 2012	198 191	155 819	-17 850	-54 295	0	281 865

Consolidated cash flow statement

(All amounts in TSEK)	6 months 2012-01-01 -2012-06-30	6 months 2011-01-01 -2011-06-30	12 months 2011-01-01 -2011-12-31
Operating profit/loss	-9 566	-34 505	-101 164
Adjustment for non-cash items	-2 101	10 770	60 465
Paid/received interest	-3 450	-2 795	-13 323
Cash flow from operations before changes in working capital	-15 117	-26 530	-54 022
Changes in working capital	12 341	-33 442	11 328
Net cash used in operating activities	-2 776	-59 972	-42 694
Net cash used in investing activities	-27 135	-83 315	-124 009
Net cash generated from financing activities	28 847	125 898	155 040
Net change in cash	-1 064	-17 389	-11 663
Cash and bank at the beginning of the period	10 995	22 230	22 230
Translation difference in cash and bank	293	-152	428
Cash and bank at the end of the period	10 225	4 689	10 995

Consolidated key ratios

	6 months 2012-01-01 -2012-06-30	6 months 2011-01-01 -2011-06-30	12 months 2011-01-01 -2011-12-31
Total assets (TSEK)	708 065	805 011	676 095
Total equity (TSEK)	281 865	368 937	308 031
Equity ratio (%)	39,8%	45,8%	45,6%
Interest bearing debt (TSEK)	276 072	230 068	243 219
Employees at period end	710	1 139	495
EBITDA (TSEK)	956	-23 735	-37 317
Per share data			
Earnings per share (SEK)	-1,50	-1,83	-7,17
Equity per share (SEK)	16,00	22,63	17,48
Return on equity (%)	-6,5%	-7,8%	-39,0%

Key ratio definitions

Total assets (TSEK)	Total assets at period end
Total equity (TSEK)	Total equity including non controlling interest at period end
Equity ratio (%)	Total equity divided by total assets expressed as a percentage
Interest bearing debt (TSEK)	Total interest bearing debt at the period end
EBITDA	Earnings Before Interest, Tax, Depreciation and Amortization
Earnings per share	Net result after tax for the period divided by the average number of outstanding shares for the period before dilution
Equity per share (SEK)	Equity excluding non controlling interests at the period end divided by the number of outstanding shares at the period end
Return on equity (%)	Net result after tax for the period divided by the average total equity for the same period

Parent company income statement

	3 months 2012-04-01 -2012-06-30	3 months 2011-04-01 -2011-06-30	6 months 2012-01-01 - 2012-06-30	6 months 2011-01-01 - 2011-06-30	12 months 2011-01-01 - 2011-12-31
(All amounts in TSEK)					
Income					
Other operating income	29	9	8 026	142	198
Total income	29	9	8 026	142	198
Operating costs					
External expenses	-1 786	-1 126	-3 077	-2 532	-11 586
Employee benefit expenses	-133	-241	-660	-473	-2 289
Total operating costs	-1 918	-1 367	-3 736	-3 005	-13 875
Operating profit/loss	-1 889	-1 358	4 290	-2 863	-13 677
Net financial items	-13 610	8 918	-13 347	10 480	-228 403
Profit/loss before income tax	-15 499	7 560	-9 057	7 617	-242 080
Income tax	-	-	0	-	-
Net profit/loss for the period	-15 499	7 560	-9 057	7 617	-242 080

Parent company statement of comprehensive income

	3 months 2012-01-01 -2012-03-31	3 months 2011-01-01 -2011-03-31	6 months 2012-01-01 - 2012-06-30	6 months 2011-01-01 - 2011-06-30	12 months 2011-01-01 -2011-12-31
(All amounts in TSEK)					
Net profit/loss for the period	-15 499	7 560	-9 057	7 617	-242 080
Exchange rate differences	-7 568		-3 592	0	-825
Total comprehensive income for the period	-23 067	7 560	-12 649	7 617	-242 905

Parent company balance sheet

	June 30, 2012	June 30, 2011	December 31, 2011
(All amounts in TSEK)			
ASSETS			
FIXED ASSETS			
Financial fixed assets	725 250	778 371	703 442
Total fixed assets	725 250	778 371	703 442
CURRENT ASSETS			
Current receivables	530	467	402
Cash and bank	1 001	1 362	8 119
Total current assets	1 531	1 829	8 521
TOTAL ASSETS	726 781	780 200	711 963
EQUITY AND LIABILITIES			
Total equity	512 364	745 421	525 013
Long term liabilities	894	12 663	14 914
Current liabilities	213 524	22 116	172 036
TOTAL EQUITY AND LIABILITIES	726 781	780 200	711 963
PLEDGED ASSETS	412 136	287 180	405 885
CONTINGENT LIABILITIES	0	0	79 550

Parent company statement of changes in equity

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

(All amounts in TSEK)	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
Equity as at December 31, 2010	180 191	68 032	568 685	-31 092	-62 511	14 499	737 804
Profit/loss brought forward					14 499	-14 499	0
Comprehensive income							
Net profit/loss for the period						7 617	7 617
Exchange rate difference				0			0
Total comprehensive income for the period				0		7 617	7 617
Equity as at June 30, 2011	180 191	68 032	568 685	-31 092	-48 012	7 617	745 421
Comprehensive income							
Net profit/loss for the period						-249 697	-249 697
Exchange rate difference				-825			-825
Total comprehensive income for the period				-825		-249 697	-250 522
Transactions with shareholders							
Proceeds from share issuance	18 000		10 000				28 000
Costs for share issuance			-108				-108
Adjustment of costs for share issuance			2 222				2 222
Total transactions with shareholders for the period	18 000		12 114				30 114
Equity as at December 31, 2011	198 191	68 032	580 799	-31 917	-48 012	-242 080	525 013
Profit/loss brought forward					-242 080	242 080	0
Comprehensive income							
Net profit/loss for the period						-9 057	-9 057
Exchange rate difference				-3 592			-3 592
Total comprehensive income for the period				-3 592		-9 057	-12 649
Equity as at June 30, 2012	198 191	68 032	580 799	-35 509	-290 092	-9 057	512 364

Parent company cash flow statement

	6 months 2012-01-01 -2012-06-30	6 months 2011-01-01 -2011-06-30	12 months 2011-01-01 -2011-12-31
(All amounts in TSEK)			
Operating profit/loss	4 290	-2 863	-13 677
Adjustment for non-cash items	-5 863	-	-
Paid/received interest	-3 327	-400	-1 906
Cash flow from operations before changes in working capital	-4 900	-3 263	-15 583
Changes in working capital	-968	2 153	9 386
Net cash used in operating activities	-5 868	-1 110	-6 197
Net cash used in investing activities	-29 078	-27 176	-178 057
Net cash generated from financing activities	27 828	18 704	181 008
Net change in cash	-7 118	-9 582	-3 246
Cash and bank at the beginning of the period	8 119	10 945	10 945
Translation difference in cash and bank	0	-1	420
Cash and bank at the end of the period	1 001	1 362	8 119