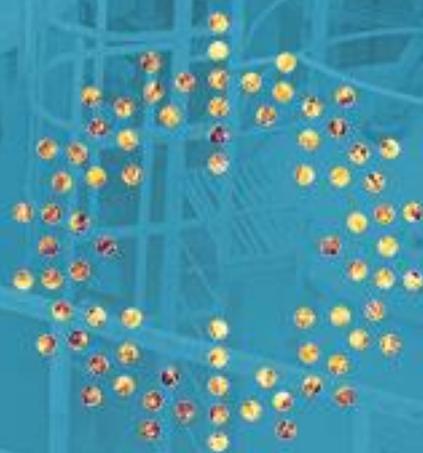


INTERIM REPORT

Q2 2020



AURIANT
MINING

Highlights

- **Gold production** for H1 2020 was 521 kg (16,750 oz), an increase of 105% compared to 255 kg (8,189 oz) in H1 2019. Hard rock gold production at Tardan increased from 227 kg (7,308 oz) in H1 2019 to 521 kg (16,750 oz) in H1 2020, or by 129%.
- **Volume of ore processed** through the newly built CIL plant amounted to 196 thousand tonnes with an average grade of 2.87 g/t (total gold in processed ore – 561 kg). The CIL plant was operating at projected throughput per working hour (>50 t/hour) and higher recovery rate (92.9%).
- H1 2020 **gold sales** amounted to 537 kg (17,249 oz), compared to 255 kg (8,199 oz) in H1 2019, an increase of 282 kg (9,050 oz).
- **Consolidated revenue** was MSEK 275.1 (US\$ 28.4 mln), up 164% YoY (H1 2019: MSEK 100.4 (US\$ 10.8 mln)).
- **Net profit after tax** amounted to MSEK 83.4 (US\$ 8.6 mln) compared to loss of MSEK -11.8 (US\$ -1.9 mln) in H1 2019.
- Strong increase in **EBITDA**: in H1 2020 EBITDA amounted to MSEK 162.4 (US\$ 16.8 mln) compared to MSEK 11.8 (US\$ 1.3 mln) in the previous year.
- **Net cash flow from operating activities** was MSEK 142.0 (US\$ 14.7 mln), up 545% YoY (H1 2019: MSEK 21.4 (US\$ 2.3 mln)).
- In April 2020, the Group restructured repayment terms of existing loans provided by VTB rolling them over until end of 2023. In July 2020, the Group has extinguished its loans in the amount of MSEK 23.2 (US\$ 2.6 mln), which were raised in connection with the CIL plant financing in 2018-2019.

Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim consolidated financial statements for H1 2020.

In H1 2020, the newly built CIL plant started operations. After start up in November 2019, the CIL plant quickly achieved projected throughput per working hour (>50 t/hour) and a recovery rate of 92.9%. 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.

Ore mined amounted to 151 thousand tonnes and was 20% lower than the same period in the previous year (189 thousand tonnes). Stripping volume in H1 2020 was 429 thousand m³ (17% lower than in H1 2019, 515 thousand m³).

The average grade in ore mined in H1 2020 was 2.46 g/t, as compared to 2.59 g/t in H1 2019, 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 196 thousand tonnes with an average grade of 2.87 g/t (total gold in processed ore - 561 kg).

H1 2020 total gold production amounted to 521 kg (16,750 oz), compared to 255 kg (8,189 oz) in H1 2019, an increase of 105%, or 266 kg (8,561 oz).

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.

Gold production at Solcocon has started in August with a planned production volume of 20-40 kg in 2020.

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 275.1 (US\$ 28.4 mln), a 164% increase compared to H1 2019 (MSEK 100.4 (US\$ 10.8 mln)), driven by a higher volume of produced gold at the CIL plant. Total gold sales volumes amounted to 537 kg (17,249 oz), which is 111%, or 282 kg (9,050 oz), more than in the previous year.

In addition to higher production volumes, the higher average gold price contributed to an improvement in financial performance year-on-year. The average realized gold price per ounce increased by 25% from US\$ 1,315 in H1 2019 up to US\$ 1,648 in H1 2020.

In H1 2020, due to higher production volumes, cash expenses increased by 11%, or MSEK 13.3 (US\$ 1.0 mln), compared to the same period in 2019. In the reporting period, a 6% depreciation of the rouble against the US-dollar positively affected the Group's margin by decreasing the US-dollar value of its rouble-denominated costs.

At the same time, the average cash cost per ounce produced at Tardan decreased by 43% from US\$ 1,006/oz in H1 2019 to US\$ 577/oz in H1 2020.

The changes in stripping assets and work in progress in H1 2020 were in line with mining and production activities. In H1 2019 the stripping works on the Pravoberezhniy deposit have been pulled forward to secure access to ore.

	H1 2020 TSEK	H1 2019 TSEK	Change TSEK	Change %
Cash expenses	(99,003)	(85,718)	(13,285)	(15%)
Change in stripping asset (non-cash)	2,851	9,780	(6,929)	(71%)
Change in work in progress (non-cash)	(4,352)	(2,871)	(1,481)	(52%)
Depreciation & amortization (non-cash)	(33,384)	(20,861)	(12,523)	(60%)
Cost of sales	(133,888)	(99,670)	(34,218)	(34%)

	H1 2020 US\$000	H1 2019 US\$000	Change US\$000	Change %
Cash expenses	(10,232)	(9,206)	(1,026)	(11%)
Change in stripping asset (non-cash)	295	1,050	(755)	(72%)
Change in work in progress (non-cash)	(450)	(308)	(142)	(46%)
Depreciation & amortization (non-cash)	(3,493)	(2,217)	(1,276)	(58%)
Cost of sales	(13,880)	(10,681)	(3,199)	(30%)

General and administrative expenses attributable to the Company's head office in H1 2020 were at the same level compared to the previous reporting period, and amounted to MSEK 11.0 (US\$ 1.1 mln).

In H1 2020, other operating income amounted to MSEK 0.7 (US\$ 0.1 mln) and was mainly related to sales of materials and services to contractors as in previous periods. Other operating expenses in H1 2020 amounted to MSEK 1.8 (US\$ 0.2 mln) and were mainly related to bank charges and penalties and duties.

The Company's financial expenses represented by interest on borrowings and lease liabilities amounted to MSEK 30.8 (US\$ 3.2 mln) in H1 2020, an increase of 50% compared to the previous period (H1 2019: MSEK 19.8 (US\$ 2.1 mln)). Interest expenses increased mainly due to the interest rate growth on the shareholder's bond (the latter increased from 2% p.a. effective during H1 2019 to 6% p.a. during H1 2020) and increase of interest expenses on lease liabilities, which had been capitalized in H1 2019. In H1 2020 a bank commission fee for an interest rate cut of 1% of MSEK 2.0 (US\$ 0.2 mln) was paid.

In 2020, Tardan LLC became a participant of the Regional Investment Projects ("RIP") and obtained the right to apply the reduced income tax rate at 17% and the mineral extraction rate tax at zero %. According to Russian legislation, tax losses are accumulated in the statement of financial position and can be offset against future taxable earnings. Thus, in H1 2020, income tax charge of MSEK 14.8 was fully offset against the balance sheet amount of deferred tax asset related to tax loss carry forward.

Net profit after tax in H1 2020 amounted to MSEK 83.4 (US\$ 8.6 mln) compared to loss of MSEK -11.8 (US\$ -1.9 mln) in H1 2019. Earnings per share for the period were SEK 0.85 (US\$ 0.09) compared to H1 2019 of SEK -0.12 (US\$ -0.02).

Following growth in production and sales volumes, EBITDA has strongly increased and amounted to MSEK 162.4 (US\$ 16.8 mln) in H1 2020 as compared to MSEK 11.8 (US\$ 1.3 mln) in the previous reporting period.

STATEMENT OF FINANCIAL POSITION

As of 30 June 2020, the balance of work in progress decreased by 20% and amounted to MSEK 26.8 (US\$ 2.9 mln) as the Company had 49 kg of gold as of December 31, 2019 and 28 kg of gold as of June 30, 2020.

As of 30 June 2020, the total bank loans amounted to MSEK 313.1 (US\$ 33.5 mln). In Q1 2020, the Group repaid MSEK 9.7 (US\$ 1.0 mln) to VTB in line with the repayment schedule. In Q2 2020, the Group repaid MSEK 49.9 (US\$ 5.2 mln) to VTB.

In April 2020, the Group restructured repayment terms of existing loans provided by VTB rolling them over until end of 2023.

In July 2020, the Group has extinguished its loans in the amount of MSEK 23.2 (US\$ 2.6 mln), which were raised in connection with the CIL plant financing in 2018-2019. Since 1 of July 2020, interest rate for the outstanding VTB loan was reduced to 7.82%. We expect an additional 1% interest rate decrease in Q3 2020.

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

Compared to 31 December 2019, the shareholder's bond liability increased by 2% with the amount of interest expense for the reporting period and amounted to MSEK 338.0 (US\$ 36.2 mln) as of 30 June 2020.

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 19.7 (US\$ 2.1 mln). Other non-current liabilities included site restoration obligations of MSEK 5.2 (US\$ 0.6 mln).

As of 30 June 2020, other current interest bearing liabilities were represented by the following balances: MSEK 19.5 (US\$ 2.1 mln) – short-term liability to KFM and MSEK 11.9 (US\$ 1.3 mln) – current lease liability.

INVESTMENTS, LIQUIDITY AND FINANCING

Net cash flow generated from operating activities increased by MSEK 120.6 (US\$ 12.4 mln), or 545%, and amounted to MSEK 142.0 (US\$ 14.7 mln) in the reporting period, compared to MSEK 21.4 (US\$ 2.3 mln) in the comparative reporting period.

During H1 2020, operating activities were financed from the same sources as in the previous reporting period, by gold sales and the reimbursement of VAT.

Strong cash flows from operating activities were used for debt repayment and settlement of outstanding payables to CIL construction contractors in Q1 2020. Total principal debt repayment in H1 2020 amounted to MSEK 79.0 (US\$ 8.2 mln). Interest paid in H1 2020 amounted to MSEK 23.4 (US\$ 2.4 mln). In H1 2020, MSEK 4.3 (US\$ 0.4 mln) was spent on exploration and research works. The new VTB loan repayment schedule and reduced interest rate will free up cash flows for further investments and exploration.

The consolidated cash balance as of 30 June 2020 was MSEK 6.4 (US\$ 0.7 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 and 9.6823 for Q1 2020 and Q2 2020 respectively in P&L accounts and US\$/SEK 9.349 for the statement of financial position as of 30 June 2020. For P&L accounts US\$/SEK 9.1706 was for Q1 2019 and US\$/SEK 9.4494 was for Q2 2019. 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

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).

As of 30 June 2020, the bond liability to Golden Impala amounted to MSEK 337.970 (US\$ 36.150 mln).

Accrued interest expenses for transactions with related parties in H1 2020 amounted to MSEK 10.079 (US\$ 1.041 mln), compared to MSEK 4.362 (US\$ 0.469 mln) in H1 2019. During H1 2020, interests of MSEK 5.589 (US\$ 0.492 mln) were repaid to Golden Impala.

During H1 2020, the Company received consulting services from a company associated with a member of the Board of Directors in the amount of MSEK 0.356 (US\$ 0.037 mln) and legal services from a company related to the major shareholder in the amount of MSEK 0.443 (US\$ 0.046 mln).

EMPLOYEES

During the reporting period, the Group had an average of 551 employees. As of 30 June 2020, the number of employees in the Group was 541 (550 as of 31 December 2019).

CAPITAL STRUCTURE

As of 30 June 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 H1 2020 was at the same level of MSEK 0.370 (US\$ 0.038 mln) compared to MSEK 0.360 (US\$ 0.039 mln) in the same period of 2019.

During H1 2020 external expenses decreased by 19% to MSEK 2.073 (US\$ 0.214 mln) from MSEK 2.465 (US\$ 0.265 mln) in H1 2019 mainly as the result of lower volume of legal and consulting services.

The operating loss for H1 2020 was MSEK 3.156 (US\$ 0.326 mln) compared to H1 2019 of MSEK 3.766 (US\$ 0.404 mln).

Net financial items for H1 2020 amounted to MSEK -24.402 (US\$ -2.522 mln) compared to MSEK 26.570 (US\$ 2.854 mln) in H1 2019 and included interest expenses related to Golden Impala (the Shareholder's bond and revolving bridging loan facility) of MSEK -10.079 (US\$ -1.041 mln); interest expenses of MSEK -0.399 (US\$ -0.041 mln) to KFM and net forex loss of MSEK -21.071 (US\$ -2.178 mln). These expenses were compensated by intergroup loan interest income in amount of MSEK 7.147 (US\$ 0.738 mln).

As the subsidiaries' liabilities are denominated in RUB and in H1 2020 RUB appreciated against SEK by 14% the effect of forex loss of MSEK -21.071 (US\$ -2.178 mln) on net financial items was significant.

FINANCIAL POSITION OF THE PARENT COMPANY

As of 30 June 2020, the Parent Company cash balance was MSEK 0.456 (US\$ 0.049 mln) compared to MSEK 1.081 (US\$ 0.116 mln) as of 31 December 2019.

As of 30 June 2020, long-term liabilities were represented by the debt to Golden Impala (the Shareholder's bond) of MSEK 337.970 (US\$ 36.150 mln) and long-term part of KFM liability of MSEK 19.697 (US\$ 2.107 mln). Current liability was represented by short-term part of KFM liability of MSEK 19.475 (US\$ 2.083 mln) as at 30 June 2020.

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).

As of 30 June 2020, total liabilities of Parent company amounted to MSEK 377.142 (US\$ 40.340 mln) and decreased by 3% in SEK currency and by 4% in USD currency compared to MSEK 389.873 (US\$ 41.845 mln) as of 31 December 2019.

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 Convid-19. At the date of issue of the report the mine continues to operate as normal and all employees, which had positive tests, returned to work safely.

H1 2020 operational update

Highlights:

- **H1 2020 total gold production amounted to 521 kg (16,750 oz)**, compared to 255 kg (8,189 oz) in H1 2019, an increase of 105%, or 266 kg (8,561 oz). Hard rock gold production at Tardan increased from 227 kg (7,308 oz) in H1 2019 to 521 kg (16,750 oz) in H1 2020, or by 129%;
- H1 2020 gold sales amounted to 537 kg (17,249 oz), compared to 238 kg (7,640 oz) in H1 2019, an increase of 299 kg (9,609 oz), or 125%;
- Volume of ore processed through the newly built CIL plant amounted to 196 thousand tonnes with an average grade of 2.87 g/t (total gold in processed ore – 561 kg);
- The CIL plant was operating at projected throughput per working hour (>50 t/hour) and higher recovery rate (92.9%);
- Heap leach operations were discontinued at the end of December, 2019;
- Ore mined amounted to 151 thousand tonnes (20% less than in the same period of the previous year). Stripping volume in H1 2020 was 429 thousand m³ (17% less than in H1 2019);
- The average grade in ore mined in H1 2020 was 2.46 g/t, as compared to 2.59 g/t in H1 2019, a decrease of 5%;
- Gold production at Solcocon has started in August with a planned production volume of 20-40 kg in 2020.

PRODUCTION

Production unit	H1 2020		H1 2019		Change		
	kg	oz	kg	oz	kg	oz	%
Hard rock	521	16,750	227	7,308	294	9,442	129%
Tardan (heap leach)	0	0	227	7,308	(227)	(7,308)	n/a
Tardan (CIL)	521	16,750	0	0	521	16,750	n/a
Alluvial							
Solcocon	0	0	27	881	(27)	(881)	(100%)
Total gold produced	521	16,750	255	8,189	266	8,561	105%

TARDAN

	unit.	H1 2020	H1 2019	Change	
Mining					
Waste stripping	000 m3	429	515	(86)	-17%
Ore mined	000 tonnes	151	189	(38)	-20%
Gold in Ore	kg	372	489	(117)	-24%
Average grade	g/t	2.46	2.59	(0.13)	-5%
Heap leach					
Ore stacking	000 tonnes	0	173	(173)	n/a
Grade	g/t	0.00	2.23	(2.23)	n/a
Gold in ore stacked	kg	0	385	(385)	n/a
Gold produced HL	kg	0	227	(227)	n/a
CIL					
Ore processing	000 tonnes	196	0	196	n/a
Grade	g/t	2.87	0.00	2.87	n/a
Gold in ore processing	kg	561	0	561	n/a
Gold produced CIL	kg	521	0	521	n/a
Gold produced total	kg	521	227	294	129%
Warehouse on June 30					
Ore	000 tonnes	64	21	42	200%
Grade	g/t	1.95	5.13	(3.18)	(62%)

Financial reports

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000	12 months Jan-Dec 2019 US\$000
Revenue	118,889	62,377	275,083	100,362	281,565	12,276	6,638	28,430	10,780	29,762
Cost of sales	(60,863)	(58,426)	(133,888)	(99,670)	(232,853)	(6,305)	(6,205)	(13,880)	(10,681)	(24,621)
Gross profit/(loss)	58,026	3,951	141,195	692	48,712	5,971	433	14,550	99	5,141
General and administrative expenses	(5,492)	(4,989)	(11,059)	(10,765)	(20,633)	(567)	(527)	(1,143)	(1,157)	(2,184)
Other operating income	151	1,768	662	1,954	2,283	15	190	68	210	241
Other operating expenses	(148)	(422)	(1,842)	(985)	(9,469)	(8)	(45)	(190)	(106)	(1,001)
Operating profit/(loss)	52,537	308	128,956	(9,104)	20,893	5,411	51	13,285	(954)	2,197
Financial income	-	-	-	-	-	-	-	-	-	-
Financial expenses	(15,504)	(10,569)	(30,781)	(19,774)	(41,580)	(1,597)	(1,120)	(3,181)	(2,124)	(4,390)
Currency gain/loss	2,687	6,979	(4)	10,418	12,095	128	209	(19)	471	679
Profit/(Loss) before income tax	39,720	(3,282)	98,171	(18,460)	(8,592)	3,942	(860)	10,085	(2,607)	(1,514)
Income tax	(12,403)	5,681	(14,799)	6,622	2,616	(1,275)	608	(1,523)	710	278
Net profit/(loss) for the period	27,317	2,399	83,372	(11,838)	(5,976)	2,667	(252)	8,562	(1,897)	(1,236)
Whereof attributable to:										
The owners of the parent company	27,317	2,399	83,372	(11,838)	(5,976)	2,667	(252)	8,562	(1,897)	(1,236)
Earnings per share before dilution (SEK, US\$)	0.28	0.02	0.85	(0.12)	(0.06)	0.03	0.00	0.09	(0.02)	(0.01)
Earnings per share after dilution (SEK, US\$)	0.28	0.02	0.85	(0.12)	(0.06)	0.03	0.00	0.09	(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	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	98,648,502	98,648,502	98,648,502	98,648,502
Average number of shares for the period after dilution	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502	98,648,502

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000	12 months Jan-Dec 2019 US\$000
Net profit/(loss) for the period	27,317	2,399	83,372	(11,838)	(5,976)	2,667	(252)	8,562	(1,897)	(1,236)
Other comprehensive income/(loss)										
Translation difference	37,032	(59)	(39,589)	44	(14,283)	2,369	371	192	1,490	36
Total comprehensive income/(loss) for the period	64,349	2,340	43,783	(11,794)	(20,259)	5,036	119	8,754	(407)	(1,200)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	June 30, 2020 TSEK	June 30, 2019 TSEK	December 31, 2019 TSEK	June 30, 2020 US\$000	June 30, 2019 US\$000	December 31, 2019 US\$000
ASSETS						
NON-CURRENT ASSETS						
Intangible fixed assets	136,812	171,212	149,734	18,450	22,411	20,036
Tangible fixed assets	303,200	286,833	312,808	32,399	30,921	33,550
Stripping assets	35,989	38,948	37,721	3,849	4,201	4,049
Deferred tax assets	26,289	61,305	63,962	5,599	5,833	6,049
TOTAL NON-CURRENT ASSETS	502,290	558,298	564,225	60,297	63,366	63,684
CURRENT ASSETS						
Materials	15,664	10,975	12,879	1,676	1,184	1,382
Work in progress	26,804	24,900	33,597	2,867	2,686	3,606
Finished products	1,016	463	647	109	50	69
Trade and other receivables	28,035	30,810	38,299	2,999	3,324	4,111
Advanced paid to suppliers and prepaid expenses	14,826	6,446	6,857	1,584	694	737
Cash and cash equivalents	6,384	181	1,343	682	20	145
TOTAL CURRENT ASSETS	92,729	73,775	93,622	9,917	7,958	10,050
TOTAL ASSETS	595,019	632,073	657,847	70,214	71,324	73,734
EQUITY AND LIABILITIES						
EQUITY						
Share capital	11,098	11,098	11,098	1,436	1,436	1,436
Additional paid-in capital	554,434	553,870	553,720	79,244	79,178	79,197
Translation difference reserve	(195,216)	(141,076)	(154,913)	(13,678)	(12,387)	(13,823)
Retained earnings	(582,288)	(671,522)	(665,660)	(82,565)	(91,788)	(91,127)
TOTAL EQUITY	(211,972)	(247,630)	(255,755)	(15,563)	(23,561)	(24,317)
NON-CURRENT LIABILITIES						
Bank loans and other notes	244,039	283,446	191,002	26,103	30,572	20,500
Debt to shareholder	337,970	321,308	329,251	36,150	34,656	35,338
Lease payable	5,547	18,862	12,503	593	2,034	1,342
Deferred tax liabilities	-	56	38	-	6	-
Other non-current liabilities	95,796	80,188	91,291	9,699	8,649	9,798
TOTAL NON-CURRENT LIABILITIES	683,352	703,860	624,085	72,545	75,917	66,978
CURRENT LIABILITIES						
Bank loans and other notes	69,056	70,209	178,424	7,386	7,573	19,150
Other interest bearing liabilities	31,361	70,261	53,816	3,354	7,578	5,776
Trade accounts payable	9,123	18,394	24,115	976	1,984	2,588
Other current liabilities	14,099	16,979	33,162	1,516	1,833	3,559
TOTAL CURRENT LIABILITIES	123,639	175,843	289,517	13,232	18,968	31,073
TOTAL EQUITY AND LIABILITIES	595,019	632,073	657,847	70,214	71,324	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	-	-	-	(11,838)	(11,838)
Other comprehensive income	-	-	44	-	44
Total comprehensive income for the period	-	-	44	(11,838)	(11,793)
Equity as at June 30, 2019	11,098	553,720	(140,926)	(671,522)	(247,629)
Comprehensive income					
Net profit/(loss) for the period	-	-	-	5,862	5,862
Other comprehensive income	-	340	(14,327)	-	(13,987)
Total comprehensive income for the period	-	340	(14,327)	5,862	(8,126)
Equity as at December 31, 2019	11,098	554,060	(155,253)	(665,660)	(255,755)
Comprehensive income					
Net profit/(loss) for the period	-	-	-	83,372	83,372
Other comprehensive income	-	148	(39,963)	-	(39,815)
Total comprehensive income for the period	-	148	(39,963)	83,372	43,557
Transactions with owners in their capacity as owners					
Proceeds from exercise of share options	-	226	-	-	226
Total transactions with owners in their capacity as owners	-	226	-	-	226
Equity as at June 30, 2020	11,098	554,434	(195,216)	(582,288)	(211,972)

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	-	-	-	(1,897)	(1,897)
Other comprehensive income	-	-	1,490	-	1,490
Total comprehensive income for the period	-	-	1,490	(1,897)	(407)
Equity as at June 30, 2019	1,436	79,160	(12,369)	(91,788)	(23,561)
Comprehensive income					
Net profit/(loss) for the period	-	-	-	661	661
Other comprehensive income	-	37	(1,454)	-	(1,417)
Total comprehensive income for the period	-	37	(1,454)	661	(756)
Equity as at December 31, 2019	1,436	79,197	(13,823)	(91,127)	(24,317)
Comprehensive income					
Net profit/(loss) for the period	-	-	-	8,562	8,562
Other comprehensive income	-	23	145	-	168
Total comprehensive income for the period	-	23	145	8,562	8,730
Transactions with owners in their capacity as owners					
Proceeds from exercise of share options	-	24	-	-	24
Total transactions with owners in their capacity as owners	-	24	-	-	24
Equity as at June 30, 2020	1,436	79,244	(13,678)	(82,565)	(15,563)

CONSOLIDATED CASH FLOW STATEMENT

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000
OPERATING ACTIVITIES								
Receipts from gold sales	118,860	62,782	275,083	100,757	12,276	6,644	28,430	10,785
VAT and other reimbursement	11,096	9,619	20,910	15,552	1,146	1,018	2,161	1,665
Payments to suppliers	(40,898)	(36,323)	(93,934)	(58,947)	(4,224)	(3,844)	(9,706)	(6,311)
Payments to employees and social taxes	(20,284)	(16,603)	(44,447)	(31,679)	(2,095)	(1,757)	(4,594)	(3,401)
Income tax paid	-	-	(6,140)	-	-	-	(635)	-
Other taxes paid	(3,553)	(2,778)	(9,490)	(4,319)	(367)	(294)	(981)	(462)
Net cash flows from/(used in) operating activities	65,221	16,697	141,982	21,364	6,736	1,767	14,675	2,276
INVESTING ACTIVITIES								
Purchase and construction of property, plant and equipment	(5,238)	(26,610)	(17,470)	(37,211)	(541)	(2,816)	(1,806)	(3,972)
Exploration and research works	(3,650)	(104)	(4,259)	(443)	(377)	(11)	(440)	(48)
Net cash flows used in investing activities	(8,888)	(26,714)	(21,729)	(37,654)	(918)	(2,827)	(2,246)	(4,020)
FINANCING ACTIVITIES								
Proceeds from borrowings, net	-	20,675	-	20,675	-	2,188	-	2,188
Repayment of borrowings, net	(49,893)	-	(78,930)	-	(5,153)	-	(8,156)	-
Proceeds from exercise of share options	97	-	97	-	10	-	10	-
Interest paid	(10,079)	(7,541)	(23,393)	(14,557)	(1,041)	(798)	(2,418)	(1,563)
Lease payments	(5,935)	(5,329)	(11,195)	(8,438)	(613)	(564)	(1,157)	(903)
Proceeds from sale and leaseback transactions	-	-	-	7,694	-	-	-	839
Net cash from/(used in) financing activities	(65,810)	7,805	(113,421)	5,374	(6,797)	826	(11,721)	561
Net increase/(decrease) in cash and cash equivalents	(9,477)	(2,212)	6,832	(10,916)	(979)	(234)	708	(1,183)
Effect of foreign exchange rate changes on cash and cash equivalents	(1,647)	(30)	(1,791)	431	(77)	(7)	(170)	14
Opening balance cash and cash equivalents	17,508	2,423	1,343	10,666	1,738	261	144	1,189
Closing balance cash and cash equivalents	6,384	181	6,384	181	682	20	682	20

CONSOLIDATED KEY RATIOS

Definitions	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	12 months Jan-Dec 2019 TSEK	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000	12 months Jan-Dec 2019 US\$000	
Total assets	Total assets at period end	595,019	632,073	657,847	70,214	71,324	73,734
Total equity	Total equity including non-controlling interest at period end	(211,972)	(247,630)	(255,755)	(15,563)	(23,561)	(24,317)
Interest bearing debt	Total interest bearing debt at the period end	704,964	761,120	761,959	75,405	82,093	81,780
Employees at period end	-	541	496	550	541	496	550
EBITDA	Earnings Before Interest, Tax, Depreciation, Amortization and any Impairment	162,394	11,760	68,242	16,784	1,263	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	0.85	0.02	(0.06)	0.09	0.00	(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	(2.15)	(2.51)	(2.59)	(0.16)	(0.24)	(0.25)

PARENT COMPANY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000	12 months Jan-Dec 2019 US\$000
Operating income	190	180	370	360	720	19	19	38	39	76
Total income	190	180	370	360	720	19	19	38	39	76
External expenses	(1,240)	(1,036)	(2,073)	(2,465)	(4,883)	(128)	(109)	(214)	(265)	(516)
Employee benefit expenses	(728)	(719)	(1,453)	(1,661)	(2,797)	(75)	(75)	(150)	(178)	(296)
Total operating costs	(1,968)	(1,755)	(3,526)	(4,126)	(7,680)	203	(184)	(364)	(443)	(812)
Operating profit/(loss)	(1,778)	(1,575)	(3,156)	(3,766)	(6,960)	(184)	(165)	(326)	(404)	(736)
Net financial items	33,050	6,731	(24,402)	26,570	20,083	3,420	691	(2,522)	2,854	2,123
Profit/(Loss) before income tax	31,272	5,156	(27,558)	22,804	13,123	3,236	526	(2,848)	2,450	1,387
Income tax	-	-	-	-	-	-	-	-	-	-
Net profit/(loss) for the period	31,272	5,156	(27,558)	22,804	13,123	3,236	526	(2,848)	2,450	1,387

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	12 months Jan-Dec 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000	12 months Jan-Dec 2019 US\$000
Net profit/loss for the period	31,272	5,156	(27,558)	22,804	13,123	3,236	526	(2,848)	2,450	1,387
Translation differences	-	-	-	-	-	2,667	79	(217)	(1,340)	(1,526)
Total comprehensive income for the period	31,272	5,156	(27,558)	22,804	13,123	5,903	605	(3,065)	1,110	(139)

PARENT COMPANY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	June 30, 2020 TSEK	June 30, 2019 TSEK	December 31, 2019 TSEK	June 30, 2020 US\$000	June 30, 2019 US\$000	December 31, 2019 US\$000
ASSETS						
FIXED ASSETS						
Financial fixed assets	734,960	777,051	775,886	78,614	83,812	83,275
Total fixed assets	734,960	777,051	775,886	78,614	83,812	83,275
CURRENT ASSETS						
Current receivables	2,139	1,499	1,371	229	162	147
Cash and bank	456	92	1,081	49	10	116
Total current assets	2,595	1,591	2,452	278	172	263
TOTAL ASSETS	737,555	778,642	778,338	78,892	83,984	83,538
EQUITY AND LIABILITIES						
EQUITY	359,403	396,415	386,736	38,443	42,757	41,508
LONG-TERM LIABILITIES	357,667	321,308	349,270	38,257	34,656	37,487
CURRENT LIABILITIES	20,485	60,919	42,332	2,192	6,571	4,543
TOTAL EQUITY AND LIABILITIES	737,555	778,642	778,338	78,892	83,984	83,538

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

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, 2018	11,098	266,306	780,426	-	(636,195)	(48,022)	373,613
Profit/(loss) brought forward	-	-	-	-	(48,022)	48,022	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	22,803	22,803
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	22,803	22,803
Equity as at June 30, 2019	11,098	266,306	780,426	-	(684,217)	22,803	396,415
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(9,680)	(9,680)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(9,680)	(9,680)
Equity as at December 31, 2019	11,098	266,306	780,426	-	(684,217)	13,123	386,736
Profit/(loss) brought forward	-	-	-	-	13,123	(13,123)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(27,558)	(27,558)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(27,558)	(27,558)
Transactions with owners in their capacity as owners							
Proceeds from exercise of share options	-	-	226	-	-	-	226
Total transactions with owners in their capacity as owners	-	-	226	-	-	-	226
Equity as at June 30, 2020	11,098	266,306	780,652	-	(671,095)	(27,558)	359,403

US\$000	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
Equity as at December 31, 2018	1,436	40,872	113,954	(9,491)	(99,598)	(5,526)	41,647
Profit/(loss) brought forward	-	-	-	-	(5,526)	5,526	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	2,450	2,450
Other comprehensive income	-	-	-	(1,340)	-	-	(1,340)
Total comprehensive income for the period	-	-	-	(1,340)	-	2,450	1,110
Equity as at June 30, 2019	1,436	40,872	113,954	(10,831)	(105,124)	2,450	42,757
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(1,063)	(1,063)
Other comprehensive income	-	-	-	(186)	-	-	(186)
Total comprehensive income for the period	-	-	-	(186)	-	(1,063)	(1,249)
Equity as at December 31, 2019	1,436	40,872	113,954	(11,017)	(105,124)	1,387	41,509
Profit/(loss) brought forward	-	-	-	-	1,387	(1,387)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(2,848)	(2,848)
Other comprehensive income	-	-	-	(241)	-	-	(241)
Total comprehensive income for the period	-	-	-	(241)	-	(2,848)	(3,089)
Transactions with owners in their capacity as owners							
Proceeds from exercise of share options	-	-	24	-	-	-	24
Total transactions with owners in their capacity as owners	-	-	24	-	-	-	24
Equity as at June 30, 2020	1,436	40,872	113,978	(11,258)	(103,737)	(2,848)	38,443

PARENT COMPANY CASH FLOW STATEMENT

	Q2 Apr-Jun 2020 TSEK	Q2 Apr-Jun 2019 TSEK	H1 Jan-Jun 2020 TSEK	H1 Jan-Jun 2019 TSEK	Q2 Apr-Jun 2020 US\$000	Q2 Apr-Jun 2019 US\$000	H1 Jan-Jun 2020 US\$000	H1 Jan-Jun 2019 US\$000
OPERATING ACTIVITIES								
Receipts from customers	-	180	-	180	-	19	-	19
VAT and other reimbursement	-	19	56	97	-	2	6	11
Payments to suppliers	(2,288)	(1,000)	(3,200)	(2,412)	(236)	(106)	(330)	(260)
Payments to employees and the Board members	(593)	(512)	(1,392)	(1,271)	(61)	(54)	(144)	(137)
Income tax paid	-	-	-	-	-	-	-	-
Other taxes paid	-	-	-	-	-	-	-	-
Net cash flows from/(used in) operating activities	(2,881)	(1,313)	(4,536)	(3,406)	(297)	(139)	(468)	(367)
INVESTING ACTIVITIES								
Borrowings given/Proceeds from borrowings given	4,285	1,404	28,886	3,573	443	149	2,987	386
Net cash flows from/(used in) investing activities	4,285	1,404	28,886	3,573	443	149	2,987	386
FINANCING ACTIVITIES								
Proceeds from borrowings	-	-	-	-	-	-	-	-
Proceeds from exercise of share options	94	-	94	-	10	-	10	-
Repayment of borrowings	-	-	(18,295)	-	-	-	(2,000)	-
Interest paid	(1,849)	(85)	(6,763)	(85)	(191)	(9)	(699)	(9)
Transaction costs arising on share issue	-	-	-	(160)	-	-	-	(17)
Net cash from/(used in) financing activities	(1,755)	(85)	(24,964)	(245)	(181)	(9)	(2,689)	(26)
Net increase/(decrease) in cash and cash equivalents	(351)	6	(614)	(78)	(35)	1	(170)	(7)
Effect of foreign exchange rate changes on cash and cash equivalents	(3)	(7)	(11)	(5)	4	(1)	103	(3)
Opening balance cash and cash equivalents	810	93	1,081	175	80	10	116	20
Closing balance cash and cash equivalents	456	92	456	92	49	10	49	10

Additional information

NEXT REPORTS DUE

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, August 31, 2020

Auriant Mining AB (publ.)

Lord Daresbury
Chairman of the Board

Preston Haskell
Board Member

Jukka Pitkäljärvi
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.