

A close-up photograph of several gold bars. The bars are stacked, with one bar in the foreground showing a textured, slightly weathered surface. The lighting is warm, highlighting the golden hue of the metal.

Auriant Mining

INTERIM REPORT
January – September 2019

Financial Highlights

- **Consolidated revenue** was US\$ 20.8 mln (MSEK 195.4), up 88% YoY (9m 2018: US\$ 11.0 mln (MSEK 94.7)).
- **Net loss after tax** of US\$ -0.6 mln (MSEK -0.4) decreased by 93% YoY (9m 2018: US\$ -8.5 mln (MSEK -72.9)).
- Positive **EBITDA** was US\$ 4.3 mln (MSEK 40.4) compared to US\$ -2.9 mln (MSEK -24.4) in the previous reporting period.
- **Net cash flow generated from operating activities** was US\$ 6.0 mln (MSEK 56.2), up 179% YoY (9m 2018: US\$ 2.1 mln (MSEK 17.1)).

Operational Highlights

- Heap leach gold production amounted to 429.6 kg (13,812 oz), up 108% YoY (9m 2018: 206.3 kg (6,632 oz)).
- Alluvial gold production decreased by 18% to 51.5 kg (1,655 oz) compared to 62.7 kg (2,015 oz) in 9m 2018.
- **Total gold production** was 481.1 kg (15,467 oz), up 79% YoY (9m 2018: 268.9 kg (8,646 oz)).
- Average grade was 15% lower YoY at 2.38 g/t (9m 2018: 2.79 g/t).
- Average selling price for gold increased by 10% to US\$ 1,389 per oz (9m 2018: US\$ 1,261 per oz).
- Total Cash cost reduced by 14% to US\$ 981 per oz (9m 2018: US\$ 1,144 per oz).
- In April 2019, the resources of the Kara-Beldyr deposit were approved by the State Reserve Committee (GKZ). According to the resource statement filed by Auriant Mining for approval, Kara-Beldyr C1 and C2 resources amounted to 842,000 ozs of gold (26.2 tonnes) with an average grade of 3.38 g/t and 2,044m ozs of silver, (63.6 tonnes) with an average grade of 8.2 g/t. This latest resource statement confirms Auriant's confidence of building a mine that is able to produce up to 2 tonnes of gold/year with a mine life of over 10 years.
- In Q3 2019, the CIL plant construction at Tardan was completed.
- 2019 annual gold production forecast is 752.0 kg (24,180 oz).

Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim financial statements for the 9 months of 2019.

In the reporting period, mining activities were focused on the Pravoberezhniy deposit, which is the main source of ore in 2019. The Company mined 332.5 thousand tonnes of ore with an average grade of 2.38 g/t in 9m 2019, compared to 65.1 thousand tonnes of ore at an average grade of 2.79 g/t in 9m 2018. Volume of stripping works amounted to 776.3 thousand m³ compared to 166.9 thousand m³ in 9m 2018. In the first half of 2018, no mining operations were carried out as Auriant made the decision to halt mining operations at Tardan in order to save the ore for the CIL plant, and thus, maximize long-term value for the shareholders. As planned, the Company resumed mining operations at Tardan in July 2018.

In 9m 2019, Tardan continued production on the heap leach. The Company stacked 306.6 thousand tonnes of ore with an average grade of 2.11 g/t. Total gold production from the heap leach for 9 months 2019 was 429.6 kg (13,812 oz), an increase of 108% compared to 206.3 kg (6,632 oz) in the same period in 2018. The Company stopped crushing ore for the heap leach in the middle of October, but will continue irrigating the heap leach until the end of the current year.

At the end of 9m 2019, the Company has accumulated high grade ore on the ore yard (28.6 thousand tonnes of ore with an average grade of 5.31 g/t) for processing at the new CIL plant.

In May 2019, alluvial gold production resumed at Solcocon. Alluvial gold production is seasonal, usually from June to October. This production is 100% outsourced and generates a net margin of 30% of sales. In 2018, the Company engaged 2 contractors working on 2 placers, and the same contractors continue to work in 2019. During the reporting period, the Company produced 51.5 kg (1,655 oz) of alluvial gold, a decrease of 18% compared to 62.7 kg (2,015 oz) produced in the previous period.

Besides its operating activities, the Company was focused on the CIL construction project. During 9 months 2019, the Company invested US\$ 7.2 mln in the CIL plant. In Q1 2019, the Company received US\$ 0.8 mln, as the result of a sale and leaseback transaction and used these funds for the CIL construction. In Q2 2019, the Company drew down the second tranche of the loan facility, US\$ 2.2 mln, provided by VTB to finance the CIL construction at Tardan with a maturity date of December 31, 2021. In Q3 2019, the Company repaid US\$ 0.4 mln to VTB in line with the repayment schedule.

In Q3 2019, the Company also drew down the new loan facility (US\$ 1.4 mln) provided by VTB to finance the CIL construction at Tardan and restructured the maturity schedule for repayment of US\$ 7.1 mln to VTB from the second half of 2019 to the second quarter of 2020.

The Q2 operational update suggested that the CIL plant would commence production in the middle of September 2019. The construction of the CIL plant at Tardan was completed in November. The Company started supplying high grade ore to the plant in mid-November.

Ore continues to be irrigated from the heap leach and production from this process, for the year, is forecast to be 550 kg.

Tardan has a sufficient stock pile of high grade ore (5.2 g/t) to feed the CIL plant for 3 months from the start of production. Therefore, production in the initial months of 2020 is expected to be higher than previously envisaged. The production forecast for 2020 will be released in December.

Net cash flow generated from operating activities increased by US\$ 3.8 mln, or 179%, and amounted to US\$ 6.0 mln in the reporting period, compared to US\$ 2.1 mln in the previous reporting period. During 9 months 2019, operating activities were financed by gold sales and the reimbursement of VAT.

During 9 months 2018, operating activity was financed from the same sources and through the sale of Solcocon's equipment for US\$ 1.8 mln.

Following an increase in production and sales volumes EBITDA increased by US\$ 7.2 mln and amounted to US\$ 4.3 mln as compared to US\$ -2.9 mln in the previous period.

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

INCOME, FINANCIAL RESULTS AND FINANCIAL POSITION

INCOME AND RESULTS

As previously announced, in 9m 2019, the Company focused its mining activities at the Pravoberezhniy deposit in Tardan, which is the main source of ore in 2019. An increase of 108% in total gold production in the reporting period was occurred as no mining activities at Tardan were carried out in H1 2018, Tardan produced gold from ore stacked on the heap leach during 2017.

The Company's revenue from the sale of gold amounted to US\$ 20.8 mln, an 88% increase compared to 9 months 2018, driven by a higher volume of produced gold. Total gold sales volumes amounted to 465 kg (14,962 oz), which is 71%, or 193 kg (6,204 oz), more than in the previous reporting period.

The average realized gold price per ounce increased by 10% from US\$ 1,261 in 9 months 2018 up to US\$ 1,389 in 9 months 2019.

	9M 2019 US\$000	9M 2018 US\$000	Change US\$000	Change %
Revenue from Hard rock gold sales	18,985	9,328	9,657	104%
Revenue from Alluvial gold sales	1,802	1,713	89	5%
Total revenue	20,787	11,041	9,746	88%
Alluvial gold costs	(1,257)	(1,186)	(72)	(6%)
Revenue net of alluvial costs	19,530	9,855	9,674	98%

In 9 months 2019, cash expenses increased by 71%, or US\$ 6.7 mln, due to higher production volumes as mining operations were temporarily halted at Tardan in 2018.

Stripping works on Pravoberezhniy deposit in 9 months 2019 were pulled forward to secure access to ore which would be mined in the future, which resulted in increased stripping assets compared to the beginning of the period, and respective charge to cost of sales in the amount of US\$ 0.8 mln.

Change in work in progress in 9 months 2018 was attributable to gold produced out of ore stacked in 2017.

	9M 2019 US\$000	9M 2018 US\$000	Change US\$000	Change %
Cash expenses	(16,169)	(9,476)	(6,693)	(71%)
Change in stripping asset (non-cash)	907	156	751	481%
Change in work in progress (non-cash)	482	(2,727)	3,209	118%
Depreciation & amortization (non-cash)	(3,359)	(3,237)	(122)	(4%)
Cost of sales	(18,139)	(15,284)	(2,855)	(19%)

General and administrative expenses attributable to the Company's headquarter in 9 months 2019 decreased by 5% compared to previous reporting period, and amounted to US\$ 1.7 mln.

In 9 months 2019, other operating income decreased by 30% and amounted to US\$ 0.2 mln. Other operating income primarily related to recovery of the provisions for inventory obsolescence and site restoration. In 9 months 2018, other operating income mainly related to sales of materials and services to contractors, as well as accrued penalty charges to LLC Uryumkan for non-compliance of the equipment sale agreement at Solcocon.

Other operating expenses in 9 months 2019 amounted to US\$ 0.2 mln and increased by 23% compared to the previous reporting period due to growth in bad-debt expenses.

The Company's financial expenses represented by the interest on borrowings and amounted to US\$ 3.2 mln in 9m 2019, which slightly increased by 5% compared to the previous period (9M 2018: US\$ 3.0 mln).

As the result of US\$ appreciation against the SEK by 9% and depreciation against the RUB by 15% from the beginning of 2019 the Company benefited from a forex gain of US\$ 0.9 mln.

Income tax of US\$ 0.7 mln in 9M 2019 and US\$ 1.8 mln in 9 months 2018 was positive in both periods and related to a change in the deferred tax at the subsidiaries level and represented deferred tax timing differences and tax loss carry-forward accumulation.

The loss after tax in 9 months 2019 was US\$ 0.6 mln compared to US\$ 8.5 mln in 9 months 2018. Earnings per share for the period were US\$ -0.01 compared to 9 months 2018 of US\$ -0.09.

STATEMENT OF FINANCIAL POSITION

The CIL construction project led to an increase in tangible fixed assets by 15% to US\$ 31.2 mln as at 30 September 2019. The Company spent US\$ 7.2 mln on investment activities in the reporting period, which is 40% more than in the 9 months of 2018.

As at 30 September 2019, the Company increased its stripping assets by US\$ 1.4 million, or 54%, compared to 31 December 2018 as a result of focusing on stripping works to provide access to the ore on Pravoberezhnyi deposit in the future.

The bank loans balance increased by US\$ 4.2 mln, or 9%, compared to 31 December 2018 as the Company drew down the second tranche of the loan facility (US\$ 2.2 mln) in Q2 2019 and the new loan facility (US\$ 1.4 mln) in Q3 2019 provided by VTB to finance the CIL construction at Tardan. In Q3 2019, the Company repaid US\$ 0.4 mln to VTB in line with a repayment schedule.

As at 30 September 2019, the trade accounts payable increased by US\$ 1.8 mln compared to 31 December 2018, as a result of working capital optimization process.

The debt to shareholders increased by the amount of interest expense for the reporting period and amounted to US\$ 35.0 mln as at 30 September 2019.

Other non-current liabilities were represented by liability to Centerra in accordance with the royalty agreement at the amount of US\$ 7.9 mln as at 30 September 2019.

As at 30 September 2019, other current interest bearing liabilities were represented by the following balances: US\$ 4.2 mln – liability to KFM, US\$ 2.2 mln - revolving bridging loan facility provided by Golden Impala and US\$ 1.2 mln – current lease liability.

INVESTMENTS, LIQUIDITY AND FINANCING

During the nine months of 2019, cash flow from operating activities amounted to US\$ 6.0 mln, compared to US\$ 2.1 mln in 9m 2018, including proceeds from the sale of Solcocon's equipment of US\$ 1.8 mln.

The Company invested US\$ 7.2 mln in CIL construction in 9m 2019.

Purchase of equipment and construction of the CIL plant were mainly financed by the second tranche of the loan facility (US\$ 2.2 mln) and a new loan facility (US\$ 1.4 mln) provided by VTB received in 9m 2019 and the proceeds from the sale and leaseback transaction (US\$ 0.8 mln), received in March, 2019. Also in June 2019, the company attracted \$ 0.3 million in leasing financing.

Total VAT and other reimbursements during the reporting period was US\$ 2.1 mln compared to US\$ 2.3 mln in 9 months of 2018.

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 9.4018 for 9 months 2019 P&L accounts and US\$/SEK 9.8047 for the statement of financial position as of September 30, 2019. For 9 months 2018 accounts US\$/SEK 8.5743 for P&L and US\$/SEK 8.8573 for the statement of financial position 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 at 30 September 2019, the long-term bond liability to Golden Impala amounted to US\$ 35.0 mln and US\$ 2.2 mln of the short-term liability to Golden Impala (revolving bridging loan facility).

Accrued interest expenses for transactions with related parties in the 9 months of 2019 amounted to US\$ 0.875 mln. During 9 months of 2019, interest of US\$ 0.014 mln was repaid to Golden Impala.

During 9m 2019, the Company received consulting services from a company associated with a member of the Board of Directors in the amount of US\$ 0.062 mln and legal services from a company related to the major shareholder in the amount of US\$ 0.085 mln.

EMPLOYEES

During the reporting period, the Group had an average of 497 employees. As of 30 September 2019, the number of employees in the Group was 505 (455 as of 31 December 2018).

CAPITAL STRUCTURE

As at 30 September 2019, 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 the nine months of 2019 was MSEK 0.540 (US\$ 0.057 mln) compared to MSEK 0.540 (US\$ 0.063 mln) in the previous reporting period.

External expenses decreased by MSEK 0.203 (US\$ 0.013 mln) down to MSEK 4.019 (US\$ 0.427 mln) mainly as the result of lower volume of legal services, which were connected with the rights issue in the previous year, and arrangement fee payment to Golden Impala for revised debt terms amounted to MSEK 1.789 (US\$ 0.210) in 9 months of 2018.

The operating loss for 9 months of 2019 was MSEK 5.862 (US\$ 0.623 mln) compared to 9 months of 2018 of MSEK 5.513 (US\$ 0.638 mln).

Net financial items for 9 months 2019 amounted to MSEK 13.864 (US\$ 1.475 mln) compared to MSEK -28.302 (US\$ -3.306 mln) in 9 months 2018 and included interest expenses related to Golden Impala (the Shareholder's bond and revolving bridging loan facility) of MSEK 8.261 (US\$ 0.875 mln); interest expenses of MSEK 0.562 (US\$ 0.062 mln) to KFM. These expenses were compensated by net forex gain of MSEK 3.259 (US\$ 0.347 mln) and intergroup loan interest income in amount of MSEK 19.429 (US\$ 2.067 mln).

During 9 months 2019, interest expenses to Golden Impala increased by 85% or MSEK 3.800 (US\$ 0.354 mln) as the parent company received a new revolving bridging loan facility in December, 2018 and interest rate growth of Golden Impala Consolidated bond from 2% to 4% effective since 1 July 2019 till 31 December 2019.

As the subsidiaries' liabilities under the loan agreements denominated in RUR the effect of forex on net financial items in 9 months 2019 was significant due to RUB appreciation against SEK by 11%.

FINANCIAL POSITION OF THE PARENT COMPANY

As at 30 September 2019, the cash balance in the Parent Company was MSEK 0.074 (US\$ 0.008 mln) compared to MSEK 0.175 (US\$ 0.020 mln) as at 31 December 2018.

As at 30 September 2019, long-term liabilities were represented by the debt to Golden Impala (the Shareholder's bond) and amounted to MSEK 343.138 (US\$ 34.997 mln). Current liabilities were mainly represented by revolving bridging loan facility of MSEK 21.593 (US\$ 2.202 mln) and liability to KFM of MSEK 41.403 (US\$ 4.223 mln) as at 30 September 2019. The increase in liabilities in SEK currency was mainly due to USD appreciation against SEK by 9%.

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 73 in the annual report for financial year 2018. 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 2018.

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 2018.

The same accounting principles are applied in this interim report as in the annual report 2018.

No material changes in accounting principles have taken place since the Annual Report for 2018, other than the information below.

CHANGES IN ACCOUNTING PRINCIPLES APPLIED FROM JANUARY 1, 2019

IFRS 16 Leasing

This standard was applied from January 1, 2019. The Group applied the standard from January 1, 2019. IFRS 16 mainly affects lessee accounting and the main impact is that all leases that have been recognized as operating leases are recognized in a way that resembles the existing recognition of finance leases, i.e. a right-of-use asset and a leasing liability are recognized.

The Group applied the simplified transition approach and did not restate the comparative figures. The Group applied an exemption to the new rules whereby in the recognition of low value leases, no right-of-use assets or leasing liability were recognized.

Group's non-cancellable operating lease commitments had no significant impact on the Group's consolidated financial statements as of September 30, 2019.

The Parent company applied the exemption rules under RFR 2 and so did not apply IFRS 16.

RISKS AND UNCERTAINTIES ASSOCIATED WITH THIS INTERIM REPORT

The group's risk exposure is presented on page 102 of the 2018 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.

9 months 2019 operational update

TARDAN PRODUCTION

Within 9m 2019, the Company was focused on stripping works in order to secure access to ore going forward. Volume of stripping works amounted to 776.3 thousand m³. Mining operations were carried out on Pravoberezhniy deposit which is going to be main source of ore in 2019.

Total 9m 2019 gold production was 429.6 kg (13,812 oz), an increase of 108% compared to 206.3 kg (6,632 oz) in 9m 2018. Ore mined amounted to 332.5 thousand tonnes with average grade 2.38 g/t. Heap leach ore stacking was 306.6 kt with average grade 2.11 g/t.

In 9m 2018 mining operations were carried out only from July, it had decided to halt mining operations at Tardan from January 2018 until the 2nd half of 2018, as this would maximize long term value for shareholders. As planned, the Company resumed mining operations at Tardan in July 2018.

SOLCOCON PRODUCTION

In May 2019, alluvial production was resumed at Solcocon. This production is 100% outsourced. In 2018 the Company engaged 2 contractors working on 2 placers, and the same contractors continue to work in 2019.

During the reporting period, the Company produced 51.5 kg (1,655 oz) of alluvial gold compared to 62.7 kg (2,015 oz) produced in the previous period.

TARDAN CIL CONSTRUCTION

Auriant Mining AB (publ.) has finished test work at the new CIL plant at Tardan and has begun loading tailings into the plant as the next step towards full production. This is required to ensure that the equipment processing ore slurry operates before high grade ore is introduced. This will continue for 2 weeks before commercial production commences in the middle of November.

Ore continues to be irrigated from the heap leach and production from this process, for the year, is forecast to be 550 kg. As commercial production from the CIL plant has been delayed; the total 2019 production forecast from Tardan has been reduced from 940 kg to between 700 kg and 750 kg. The company will update investors again when it announces the Third Quarter Financial results on 29 November.

Tardan has a sufficient stock pile of high grade ore (5.2 g/t) to feed the CIL plant for 3 months from when full production commences. Therefore, production in the initial months of 2020 is expected to be higher than previously envisaged. The production forecast for 2020 will be released in December.

PRODUCTION

Production unit	9m 2019		9m 2018		Change		
	kg	oz	kg	oz	kg	oz	%
Hard rock							
Tardan (heap leach)	429.6	13,812	206.3	6,632	223.3	7,180	108%
Alluvial							
Solcocon	51.5	1,655	62.7	2,015	(11.2)	(360)	(18%)
Total gold produced	481.1	15,467	268.9	8,646	212.1	6,820	79%

TARDAN

	Unit	9m 2019	9m 2018	Change	
Mining					
Waste stripping	000 m3	776.3	166.9	609.4	365%
Ore mined	000 tonnes	332.5	65.1	267.4	411%
Average grade	g/t	2.38	2.79	(0.41)	(15%)
Heap leach					
Stacking					
Ore	000 tonnes	306.6	62.1	244.5	394%
Grade	g/t	2.11	2.75	(0.63)	(23%)
Gold in ore stacked	kg	648.0	171.0	477.0	280%
Gold produced	kg	429.6	206.3	223.3	108%
Warehouse on September 30					
Ore	000 tonnes	28.6	0.0	28.6	0%
Grade	g/t	5.31	0.00	5.31	0%

Financial reports

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	12 months Jan-Dec 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000	12 months Jan-Dec 2018 US\$000
Revenue	95,076	44,915	195,438	94,671	150,992	10,007	5,108	20,787	11,041	17,373
Cost of sales	(71,104)	(56,154)	(170,774)	(131,160)	(186,509)	(7,458)	(6,345)	(18,139)	(15,284)	(21,449)
Gross profit/(loss)	23,972	(11,239)	24,664	(36,489)	(35,517)	2,549	(1,237)	2,648	(4,243)	(4,076)
General and administrative expenses	(5,244)	(4,461)	(16,009)	(15,406)	(20,918)	(547)	(496)	(1,704)	(1,801)	(2,417)
Other operating income	249	1,146	2,203	3,154	4,506	24	97	234	336	467
Other operating expenses	(1,323)	2,118	(2,308)	(1,720)	(2,973)	(140)	257	(246)	(201)	(347)
Operating profit/(loss)	17,654	(12,436)	8,550	(50,461)	(54,902)	1,886	(1,379)	932	(5,909)	(6,373)
Financial income	-	-	-	44	45	-	-	-	5	5
Financial expenses	(10,246)	(7,878)	(30,020)	(26,016)	(34,806)	(1,066)	(875)	(3,190)	(3,032)	(3,997)
Currency gain/loss	3,820	(640)	14,238	(11,960)	(14,665)	448	(82)	919	(1,350)	(1,569)
Profit/(Loss) before income tax	11,228	(20,954)	(7,232)	(88,393)	(104,328)	1,268	(2,336)	(1,339)	(10,286)	(11,934)
Income tax	229	4,788	6,851	15,465	15,869	13	536	723	1,815	1,831
Net profit/(loss) for the period	11,457	(16,166)	(381)	(72,928)	(88,459)	1,281	(1,800)	(616)	(8,471)	(10,103)
Whereof attributable to:										
The owners of the parent company	11,457	(16,166)	(381)	(72,928)	(88,459)	1,281	(1,800)	(616)	(8,471)	(10,103)
Earnings per share before dilution (SEK, US\$)	0.12	(0.16)	(0.00)	(0.80)	(0.96)	0.01	(0.02)	(0.01)	(0.09)	(0.11)
Earnings per share after dilution (SEK, US\$)	0.12	(0.16)	(0.00)	(0.80)	(0.96)	0.01	(0.02)	(0.01)	(0.09)	(0.11)
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	90,801,913	92,192,802	98,648,502	98,648,502	98,648,502	90,801,913	92,192,802
Average number of shares for the period after dilution	98,648,502	99,341,002	98,648,502	91,494,413	92,752,802	98,648,502	99,341,002	98,648,502	91,494,413	92,752,802

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	12 months Jan-Dec 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000	12 months Jan-Dec 2018 US\$000
Net profit/(loss) for the period	11,457	(16,166)	(381)	(72,928)	(88,459)	1,281	(1,800)	(616)	(8,471)	(10,103)
Other comprehensive income/(loss)										
Translation difference	(32,717)	748	(32,673)	(16,550)	(18,927)	(2,016)	(230)	(526)	(171)	(181)
Total comprehensive income/(loss) for the period	(21,260)	(15,418)	(33,054)	(89,478)	(107,386)	(735)	(2,030)	(1,142)	(8,642)	(10,284)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	September 30, 2019 TSEK	September 30, 2018 TSEK	December 31, 2018 TSEK	September 30, 2019 US\$000	September 30, 2018 US\$000	December 31, 2018 US\$000
ASSETS						
NON-CURRENT ASSETS						
Intangible fixed assets	171,014	173,010	172,038	21,684	23,327	23,016
Tangible fixed assets	306,404	221,798	243,823	31,228	25,023	27,165
Stripping assets	38,919	24,307	23,171	3,969	2,744	2,583
Deferred tax assets	63,341	51,189	50,434	5,799	5,093	4,926
TOTAL NON-CURRENT ASSETS	579,678	470,304	489,466	62,680	56,187	57,690
CURRENT ASSETS						
Materials	11,825	9,359	8,714	1,206	1,057	972
Work in progress	33,557	21,311	24,408	3,423	2,406	2,721
Finished products	665	1,679	541	68	190	60
Trade and other receivables	40,162	26,859	29,602	4,097	3,032	3,298
Advanced paid to suppliers and prepaid expenses	6,347	4,469	1,757	648	504	196
Cash and cash equivalents	281	16,307	10,666	29	1,841	1,189
TOTAL CURRENT ASSETS	92,837	79,984	75,688	9,471	9,030	8,436
TOTAL ASSETS	672,515	550,288	565,154	72,151	65,217	66,126
EQUITY AND LIABILITIES						
EQUITY						
Share capital	11,098	11,098	11,098	1,436	1,436	1,436
Additional paid-in capital	553,720	553,720	553,720	79,160	79,160	79,160
Translation difference reserve	(173,643)	(138,593)	(140,970)	(14,385)	(13,849)	(13,859)
Retained earnings	(660,065)	(644,154)	(659,684)	(90,507)	(88,259)	(89,891)
TOTAL EQUITY	(268,890)	(217,929)	(235,836)	(24,296)	(21,512)	(23,154)
NON-CURRENT LIABILITIES						
Bank loans and other notes	243,833	298,911	254,330	24,869	33,747	28,350
Debt to shareholder	343,138	302,478	307,891	34,997	34,150	34,321
Lease payable	17,395	18,192	15,845	1,774	2,054	1,766
Deferred tax liabilities	179	-	-	18	-	-
Other non-current liabilities	80,191	109,829	77,289	8,611	12,400	8,616
TOTAL NON-CURRENT LIABILITIES	684,736	729,410	655,355	70,269	82,351	73,053
CURRENT LIABILITIES						
Bank loans and other notes	139,558	17,715	67,935	14,234	2,000	7,573
Other interest bearing liabilities	74,401	5,234	61,238	7,588	591	6,826
Trade accounts payable	23,339	5,712	5,285	2,380	645	586
Other current liabilities	19,371	10,146	11,177	1,976	1,143	1,242
TOTAL CURRENT LIABILITIES	256,669	38,807	145,635	26,178	4,379	16,227
TOTAL EQUITY AND LIABILITIES	672,515	550,288	565,154	72,151	65,217	66,126

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, 2017	8,420	498,856	(122,043)	(571,225)	(185,992)
Comprehensive income					
Net profit/loss for the period	-	-	-	(72,928)	(72,928)
Other comprehensive income	-	-	(16,550)	-	(16,550)
Total comprehensive income for the period	-	-	(16,550)	(72,928)	(89,478)
Transactions with owners in their capacity as owners					
Proceeds from share issued	2,678	54,855	-	-	57,533
Warrants and options issue	-	9	-	-	9
Total transactions with owners in their capacity as owners	2,678	54,864	-	-	57,542
Equity as at September 30, 2018	11,098	553,720	(138,593)	(644,154)	(217,929)
Comprehensive income					
Net profit/loss for the period	-	-	-	(15,531)	(15,531)
Other comprehensive income	-	-	(2,376)	-	(2,376)
Total comprehensive income for the period	-	-	(2,376)	(15,531)	(17,907)
Transactions with owners in their capacity as owners					
Proceeds from share issued	-	-	-	-	-
Warrants and options issue	-	0	-	-	0
Total transactions with owners in their capacity as owners	-	0	-	-	0
Equity as at December 31, 2018	11,098	553,720	(140,970)	(659,684)	(235,836)
Comprehensive income					
Net profit/loss for the period	-	-	-	(381)	(381)
Other comprehensive income	-	-	(32,673)	-	(32,673)
Total comprehensive income for the period	-	-	(32,673)	(381)	(33,054)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at September 30, 2019	11,098	553,720	(173,643)	(660,065)	(268,890)

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, 2017	1,117	72,615	(13,678)	(79,788)	(19,734)
Comprehensive income					
Net profit/loss for the period	-	-	-	(8,471)	(8,471)
Other comprehensive income	-	-	(171)	-	(171)
Total comprehensive income for the period	-	-	(171)	(8,471)	(8,642)
Transactions with owners in their capacity as owners					
Proceeds from share issued	319	6,544	-	-	6,863
Warrants and options issue	-	1	-	-	1
Total transactions with owners in their capacity as owners	319	6,545	-	-	6,864
Equity as at September 30, 2018	1,436	79,160	(13,849)	(88,259)	(21,512)
Comprehensive income					
Net profit/loss for the period	-	-	-	(1,632)	(1,632)
Other comprehensive income	-	-	(10)	-	(10)
Total comprehensive income for the period	-	-	(10)	(1,632)	(1,642)
Transactions with owners in their capacity as owners					
Proceeds from share issued	-	-	-	-	-
Warrants and options issue	-	(0)	-	-	(0)
Total transactions with owners in their capacity as owners	-	(0)	-	-	(0)
Equity as at December 31, 2018	1,436	79,160	(13,859)	(89,891)	(23,154)
Comprehensive income					
Net profit/loss for the period	-	-	-	(616)	(616)
Other comprehensive income	-	-	(526)	-	(526)
Total comprehensive income for the period	-	-	(526)	(616)	(1,142)
Transactions with owners in their capacity as owners					
Warrants and options issue	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-
Equity as at September 30, 2019	1,436	79,160	(14,385)	(90,507)	(24,296)

CONSOLIDATED CASH FLOW STATEMENT

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000
OPERATING ACTIVITIES								
Receipts from gold sales	95,824	45,717	196,581	95,783	9,997	5,109	20,787	11,035
Receipts from assets sale	-	-	-	14,317	-	-	-	1,766
VAT and other reimbursement	4,380	3,307	19,932	19,015	457	370	2,122	2,298
Payments to suppliers	(44,303)	(33,586)	(103,250)	(62,243)	(4,622)	(3,753)	(10,933)	(7,163)
Payments to employees and social taxes	(15,854)	(14,493)	(47,533)	(39,271)	(1,654)	(1,620)	(5,055)	(4,588)
Income tax paid	-	-	-	(499)	-	-	-	(58)
Other taxes paid	(5,186)	(3,437)	(9,505)	(9,977)	(541)	(384)	(1,003)	(1,166)
Net cash flows from/(used in) operating activities	34,861	(2,492)	56,225	17,125	3,637	(278)	5,918	2,124
INVESTING ACTIVITIES								
Purchase and construction of property, plant and equipment	(30,481)	(19,202)	(67,692)	(44,480)	(3,180)	(2,146)	(7,152)	(5,122)
Interest capitalized in construction	(1,361)	(1,049)	(2,862)	(1,766)	(142)	(117)	(304)	(200)
Exploration and research works	(38)	(1,875)	(481)	(4,747)	(4)	(210)	(52)	(558)
Net cash flows used in investing activities	(31,880)	(22,126)	(71,035)	(50,993)	(3,326)	(2,473)	(7,508)	(5,880)
FINANCING ACTIVITIES								
Proceeds from borrowings, net	13,467	-	34,142	-	1,405	-	3,593	-
Receipts from share issue	-	-	-	27,224	-	-	-	3,173
Repayment of borrowings, net	(4,198)	-	(4,198)	-	(438)	-	(438)	-
Interest paid	(7,294)	(6,652)	(20,350)	(19,615)	(761)	(743)	(2,162)	(2,291)
Lease payments	(4,793)	(84)	(13,231)	(1,712)	(500)	(9)	(1,403)	(204)
Proceeds from sale and leaseback transactions	-	-	7,694	-	-	-	839	-
Transaction costs arising on share issue	-	-	-	(644)	-	-	-	(76)
Other finance income/expenses	-	-	-	499	-	-	-	58
Net cash from/(used in) financing activities	(2,818)	(6,736)	4,057	5,752	(294)	(752)	429	660
Net increase/(decrease) in cash and cash equivalents	163	(31,354)	(10,753)	(28,116)	17	(3,503)	(1,161)	(3,096)
Effect of foreign exchange rate changes on cash and cash equivalents	(63)	(351)	368	2,693	(8)	(15)	1	(132)
Opening balance cash and cash equivalents	181	48,012	10,666	41,730	20	5,359	1,189	5,069
Closing balance cash and cash equivalents	281	16,307	281	16,307	29	1,841	29	1,841

CONSOLIDATED KEY RATIOS

	Definitions	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	12 months Jan-Dec 2018 TSEK	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000	12 months Jan-Dec 2018 US\$000
Total assets	Total assets at period end	672,515	550,288	565,154	72,151	65,217	66,126
Total equity	Total equity including non-controlling interest at period end	(268,890)	(217,929)	(235,836)	(24,296)	(21,512)	(23,154)
Interest bearing debt	Total interest bearing debt at the period end	815,253	676,473	704,633	83,149	76,375	78,546
Employees at period end	-	505	463	455	505	463	455
EBITDA	Earnings Before Interest, Tax, Depreciation, Amortization and any Impairment	40,370	(24,350)	(14,194)	4,293	(2,873)	(1,714)
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	0.12	(0.80)	(0.96)	0.01	(0.09)	(0.11)
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	(2.73)	(2.21)	(2.39)	(0.25)	(0.22)	(0.23)

PARENT COMPANY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	12 months Jan-Dec 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000	12 months Jan-Dec 2018 US\$000
Operating income	180	180	540	540	720	18	20	57	63	83
Total income	180	180	540	540	720	18	20	57	63	83
External expenses	(1,554)	(792)	(4,019)	(3,816)	(5,511)	(162)	(80)	(427)	(440)	(634)
Employee benefit expenses	(722)	(814)	(2,383)	(2,237)	(2,960)	(75)	(91)	(253)	(261)	(341)
Total operating costs	(2,276)	(1,606)	(6,402)	(6,053)	(8,471)	(237)	(171)	(680)	(701)	(975)
Operating profit/(loss)	(2,096)	(1,426)	(5,862)	(5,513)	(7,751)	(219)	(151)	(623)	(638)	(892)
Net financial items	(12,706)	(3,597)	13,864	(28,302)	(40,271)	(1,379)	(360)	1,475	(3,306)	(4,634)
Profit/(Loss) before income tax	(14,802)	(5,023)	8,002	(33,815)	(48,022)	(1,598)	(511)	852	(3,944)	(5,526)
Income tax	(200)	-	(200)	-	-	(21)	-	(21)	-	-
Net profit/(loss) for the period	(15,002)	(5,023)	7,802	(33,815)	(48,022)	(1,619)	(511)	831	(3,944)	(5,526)

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	12 months Jan-Dec 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000	12 months Jan-Dec 2018 US\$000
Net profit/loss for the period	(15,002)	(5,023)	7,802	(33,815)	(48,022)	(1,619)	(511)	831	(3,944)	(5,526)
Translation differences	-	-	-	-	-	(2,237)	453	(3,577)	(3,363)	(3,920)
Total comprehensive income for the period	(15,002)	(5,023)	7,802	(33,815)	(48,022)	(3,858)	(58)	(2,746)	(7,307)	(9,446)

PARENT CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	September 30, 2019 TSEK	September 30, 2018 TSEK	December 31, 2018 TSEK	September 30, 2019 US\$000	September 30, 2018 US\$000	December 31, 2018 US\$000
ASSETS						
FIXED ASSETS						
Financial fixed assets	788,848	727,193	737,113	80,456	82,101	82,166
Total fixed assets	788,848	727,193	737,113	80,456	82,101	82,166
CURRENT ASSETS						
Current receivables	1,455	1,364	1,191	148	154	133
Cash and bank	74	84	175	8	9	20
Total current assets	1,529	1,448	1,366	156	163	153
TOTAL ASSETS	790,377	728,641	738,479	80,612	82,264	82,319
EQUITY AND LIABILITIES						
EQUITY	381,414	387,820	373,612	38,901	43,785	41,647
LONG-TERM LIABILITIES	343,138	339,146	307,891	34,997	38,290	34,321
CURRENT LIABILITIES	65,825	1,675	56,976	6,714	189	6,351
TOTAL EQUITY AND LIABILITIES	790,377	728,641	738,479	80,612	82,264	82,319

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, 2017	8,420	266,306	725,562	-	(651,793)	15,598	364,093
Profit/(loss) brought forward	-	-	-	-	15,598	(15,598)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(33,815)	(33,815)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(33,815)	(33,815)
Transactions with owners in their capacity as owners							
Proceeds from share issued	2,678	-	54,855	-	-	-	57,533
Warrants and options issue	-	-	9	-	-	-	9
Total transactions with owners in their capacity as owners	2,678	-	54,864	-	-	-	57,542
Equity as at September 30, 2018	11,098	266,306	780,426	-	(636,195)	(33,815)	387,820
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(14,208)	(14,208)
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(14,208)	(14,208)
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, 2018	11,098	266,306	780,426	-	(636,195)	(48,023)	373,612
Profit/(loss) brought forward	-	-	-	-	(48,023)	48,023	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	7,802	7,802
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	7,802	7,802
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at September 30, 2019	11,098	266,306	780,426	-	(684,218)	7,802	381,414
US\$000							
Equity as at December 31, 2017	1,117	40,872	107,409	(5,571)	(101,423)	1,825	44,229
Profit/(loss) brought forward	-	-	-	-	1,825	(1,825)	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(3,944)	(3,944)
Other comprehensive income	-	-	-	(3,363)	-	-	(3,363)
Total comprehensive income for the period	-	-	-	(3,363)	-	(3,944)	(7,307)
Transactions with owners in their capacity as owners							
Proceeds from share issued	319	-	6,544	-	-	-	6,863
Warrants and options issue	-	-	1	-	-	-	1
Total transactions with owners in their capacity as owners	319	-	6,545	-	-	-	6,864
Equity as at September 30, 2018	1,436	40,872	113,954	(8,934)	(99,598)	(3,944)	43,785
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	(1,582)	(1,582)
Other comprehensive income	-	-	-	(557)	-	-	(557)
Total comprehensive income for the period	-	-	-	(557)	-	(1,582)	(2,139)
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, 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	-	-	-	-	-	831	831
Other comprehensive income	-	-	-	(3,577)	-	-	(3,577)
Total comprehensive income for the period	-	-	-	(3,577)	-	831	(2,746)
Transactions with owners in their capacity as owners							
Warrants and options issue	-	-	-	-	-	-	-
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	-
Equity as at September 30, 2019	1,436	40,872	113,954	(13,068)	(105,124)	831	38,901

PARENT COMPANY CASH FLOW STATEMENT

	Q3 Jul-Sep 2019 TSEK	Q3 Jul-Sep 2018 TSEK	9 months Jan-Sep 2019 TSEK	9 months Jan-Sep 2018 TSEK	Q3 Jul-Sep 2019 US\$000	Q3 Jul-Sep 2018 US\$000	9 months Jan-Sep 2019 US\$000	9 months Jan-Sep 2018 US\$000
OPERATING ACTIVITIES								
Receipts from customers	360	744	540	1,104	38	83	57	128
VAT and other reimbursement	130	196	227	521	14	22	25	61
Payments to suppliers	(1,347)	(463)	(3,759)	(4,950)	(141)	(52)	(401)	(585)
Payments to employees and the Board members	(727)	(701)	(1,998)	(2,124)	(76)	(78)	(213)	(248)
Income tax paid	-	-	-	-	-	-	-	-
Other taxes paid	-	-	-	-	-	-	-	-
Net cash flows from/(used in) operating activities	(1,584)	(224)	(4,990)	(5,449)	(165)	(25)	(532)	(644)
INVESTING ACTIVITIES								
Borrowings given/Proceeds from borrowings given	1,569	-	5,142	(18,850)	164	-	550	(2,150)
Net cash flows from/(used in) investing activities	1,569	-	5,142	(18,850)	164	-	550	(2,150)
FINANCING ACTIVITIES								
Proceeds from borrowings	-	-	-	-	-	-	-	-
Receipts from share issue	-	-	-	27,224	-	-	-	3,173
Repayment of borrowings	-	-	-	-	-	-	-	-
Interest paid	-	-	(85)	(627)	-	-	(9)	(75)
Transaction costs arising on share issue	-	-	(160)	(644)	-	-	(17)	(76)
Other finance income/expenses (Arrangement fee GI)	-	-	-	(1,789)	-	-	-	(210)
Net cash from/(used in) financing activities	-	-	(245)	24,164	-	-	(26)	2,811
Net increase/(decrease) in cash and cash equivalents	(15)	(224)	(93)	(135)	(1)	(25)	(8)	17
Effect of foreign exchange rate changes on cash and cash equivalents	(3)	(4)	(8)	(38)	(1)	(1)	(4)	(39)
Opening balance cash and cash equivalents	92	312	175	257	10	35	20	31
Closing balance cash and cash equivalents	74	84	74	84	8	9	8	9

Additional information

NEXT REPORTS DUE

Interim report (4)
January – December 2019:
28 February 2020

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, November 29, 2019
Auriant Mining AB (publ.)

Lord Daresbury
Chairman of the Board

Preston Haskell
Board Member

Ingmar Haga
Board Member

Patrik Perenius
Board Member

Sergey Ustimenko
CEO

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Auditor's report

Auriant Mining AB (publ) corp. reg. no. 556659-4833

INTRODUCTION

We have reviewed the condensed interim financial information (interim report) of Auriant Mining AB (publ) as of 30 September 2019 and the nine-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, Review of Interim Report Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Stockholm, 29 November 2019

PricewaterhouseCoopers AB

Anna Rozhdestvenskaya

Authorized Public Accountant