

AURIANT

MINING

6 months 2019 Interim Results
August 30, 2019

Disclaimer

Statements and assumptions made in this Presentation 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. 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 including "E" or "F" marks in charts, graphs and other documents. These statements reflect Auriant's management's expectations and assumptions in light of currently available information. 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 forecasted in this Presentation. Auriant undertakes no obligation to update or revise any forward-looking statements or any other information contained in this Presentation, other than as required by applicable law.

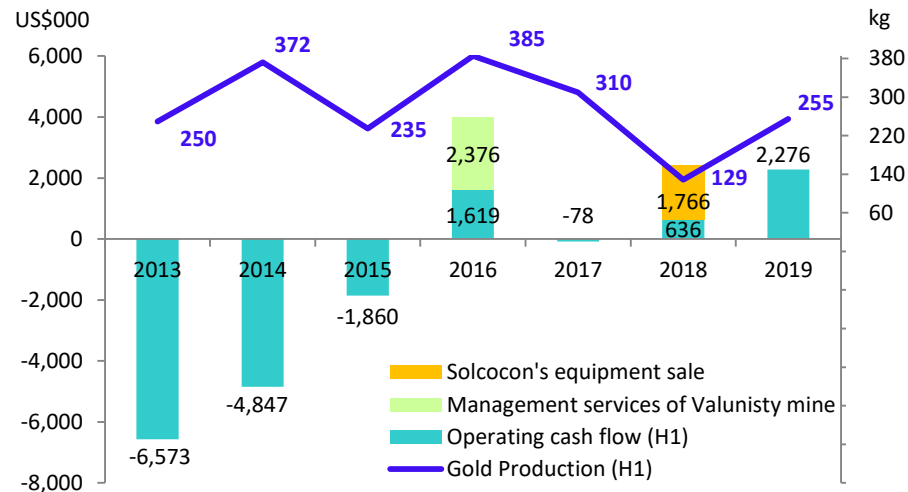
Auriant Mining overview

General Information

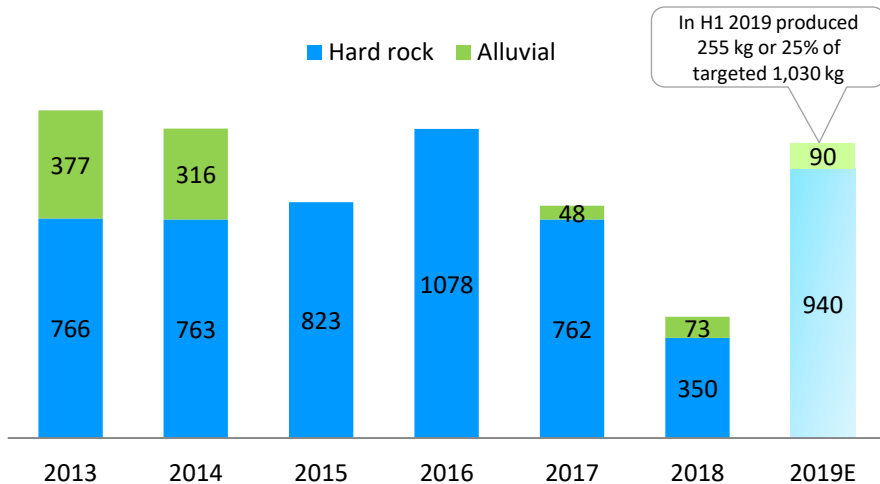
- Public Swedish junior gold producer operating in Russia;
- Listed on NASDAQ OMX First North;
- 2 producing mines, 2 exploration properties;
- 2019 production expected of 1,030 kg;
- 2019 reserves & resources of 1.5 Moz;
- Great exploration potential.



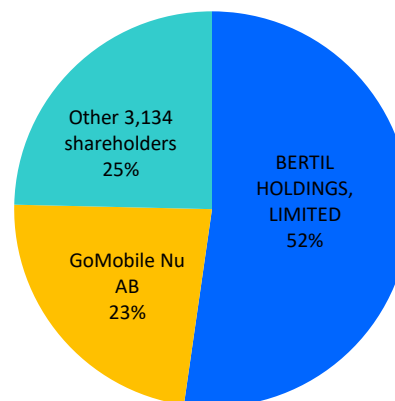
H1 Operating Cash flow / H1 Gold Production



Auriant Annual Gold Production (kg)



Shareholder's structure (%) as of June 30, 2019



BERTIL HOLDINGS, LIMITED	52.27%
GoMobile Nu AB	23.09%
MANGOLD FONDKOMMISSION AB	2.03%
DANSKE BANK INTERNATIONAL S.A.	2.20%
FÖRSÄKRINGSAKTIEBOLAGET, AVANZA PENSION	1.70%
SCHRÖDER, CARL PETER	1.56%
Christoffer, Bergfors	0.77%
BLICHERT-TOFT, PREBEN	0.60%
BNY MELLON SA/NV (FORMER BNY), W8IMY	0.49%
BLICHERT-TOFT, PREBEN	0.48%
KOLISCH, MATHIAS	0.44%
EUROCLEAR BANK S.A./N.V. W8-IMY	0.44%
JUNTTI, DANIEL	0.43%
SUNDIN, STEFAN	0.40%
SIX SIS AG, W8IMY	0.38%
Other 3,121 shareholders	12.72%

6 months 2019

Key Performance Indicators

Key highlights	H1 2019	H1 2018	Change	Change, %
Mining				
Stripping, 000'm3	515.0	-	515.0	100%
Ore mined, 000't	189.2	-	189.2	100%
Gold grade in ore mined, g/t	2.59	-	2.59	100%
Ore stacked, 000't	172.6	-	172.6	100%
Average grade, g/t	2.23	-	2.23	100%
Gold stacked, kg	384.6	-	384.6	100%
Warehouse on June 30:				
Ore, 000't	21.2	-	21.2	100%
Grade, g/t	5.43	-	5.43	100%
Hard rock gold produced, kg (Tardan)	227.3	110.3	117.0	106%
Hard rock gold produced, oz (Tardan)	7,308	3,545	3,762	106%
Alluvial gold produced, kg (Solcocon)	27.4	18.3	9.1	50%
Alluvial gold produced, oz (Solcocon)	880	587	293	50%
Total gold production, kg	254.7	128.5	126.2	98%
Total gold production, oz	8,188	4,133	4,056	98%
Gold Sales, kg	255	141	114	81%
Gold Sales, oz	8,199	4,520	3,679	81%
Gold Sales, TUSD	10,780	5,933	4,847	82%
Price realised (net of comission), USD/oz	1,315	1,313	2	0%
Tardan cash cost per oz (produced), USD/oz	1,127	1,209	(82)	(7%)
Tardan contribution to group EBITDA, US\$ m	2.4	(1.0)	3.4	347%
Solcocon contribution to group EBITDA, US\$ m	0.0	0.0	-	-
Total EBITDA of mining companies, US\$ m	2.4	(1.0)	3.4	347%

• During H1 2019, **mining operations** were carried out at the Pravoberezhniy deposit, which will be the main source of ore in 2019. 189.2 thousand tonnes of ore were mined at an average grade of 2.59 g/t. Volume of stripping works amounted to 515 thousand m3.

• In H1 2019, Tardan continued production on the **heap leach**. 172.6 thousand tonnes of ore with an average grade of 2.23 g/t were stacked. In H1 2019, heap leach production at Tardan amounted to 227.3 kg (7,308 oz), an increase of 106% compared to 110.3 kg (3,545 oz) in H1 2018.

• In May 2019, **alluvial production** resumed at Solcocon. During the reporting period, the Company produced 27.4 kg (880 oz) of alluvial gold, an increase of 50% compared to 18.3 kg (587 oz) produced in the previous period.

• **Total gold production** for the H1 2019 was 254.7 kg (8,188 oz), an increase of 98% compared to 128.5 kg (4,133 oz) in H1 2018.

• In Q1 2018, no mining operations were carried out, as it had been decided to halt mining operations at Tardan from January 2018 until the 2nd half of 2018, to maximize long-term value for the shareholders. As planned, the Company resumed mining operations at Tardan in July 2018.

PRODUCTION FORECAST full year 2019

940 kg (30,221 oz)

Gold production at Tardan 2019

90 kg (2,893 oz)

Gold production at Solcocon 2019

1,030 kg (33,114 oz)

Total production 2019

6 months 2019 Income Statement

	H1 2019 US\$000	H1 2018 US\$000	Change US\$000	Change %
Revenue, including:	10,780	5,933	4,848	82%
Revenue from hard rock gold sales	10,033	5,464	4,576	84%
Revenue from alluvial gold sales	747	468	272	58%
Cost of sales, including:	(10,681)	(8,939)	(1,742)	(19%)
Cash expenses	(8,692)	(4,642)	(4,049)	87%
Alluvial gold costs	(515)	(304)	(211)	(69%)
Depreciation & amortization	(2,217)	(1,927)	(289)	(15%)
Change in stripping assets	1,050	-	1,050	100%
Change in work in progress	(308)	(2,065)	1,757	85%
Gross profit/(loss)	99	(3,006)	3,105	103%
General and administrative expenses	(1,157)	(1,305)	148	11%
Other operating income	210	239	(29)	(12%)
Other operating expenses	(106)	(458)	352	77%
Operating profit/(loss)	(1,005)	(4,530)	3,576	79%
Financial income	-	5	(5)	(100%)
Financial expenses	(2,124)	(2,157)	33	2%
Currency gain/(loss)	471	(1,268)	1,739	137%
Profit/(Loss) before income tax	(2,607)	(7,949)	5,342	67%
Income tax	710	1,279	(569)	(44%)
Net profit/(loss) for the period	(1,897)	(6,671)	4,774	72%
EBITDA	1,262	(2,603)	3,865	148%

Gold sales increased by US\$ 4.8 mln, or 82%:

- Total gold sales volume increased by 81%, or 114 kg (3,679 oz) – from 141 kg (4,520 oz) in H1 2018 up to 255 kg (8,199 oz) in H1 2019;
- The average realized gold price per ounce remained almost unchanged: US\$ 1,315 in H1 2019 (US\$ 1,313 in H1 2018).

The increase of mining and production activities resulted into the growth of total cash expenses by 87%, or US\$ 4.0 mln.

Stripping works on Pravoberezhnyi deposit in H1 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\$ 1.1 mln.

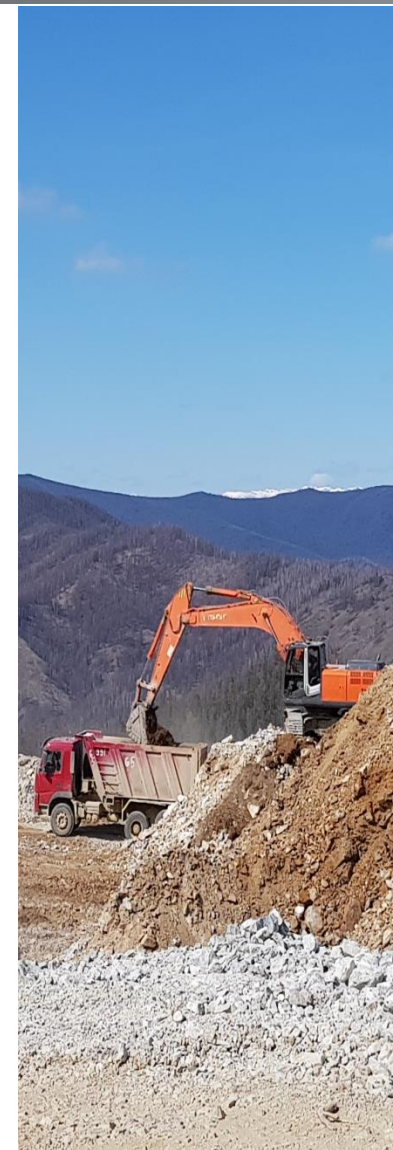
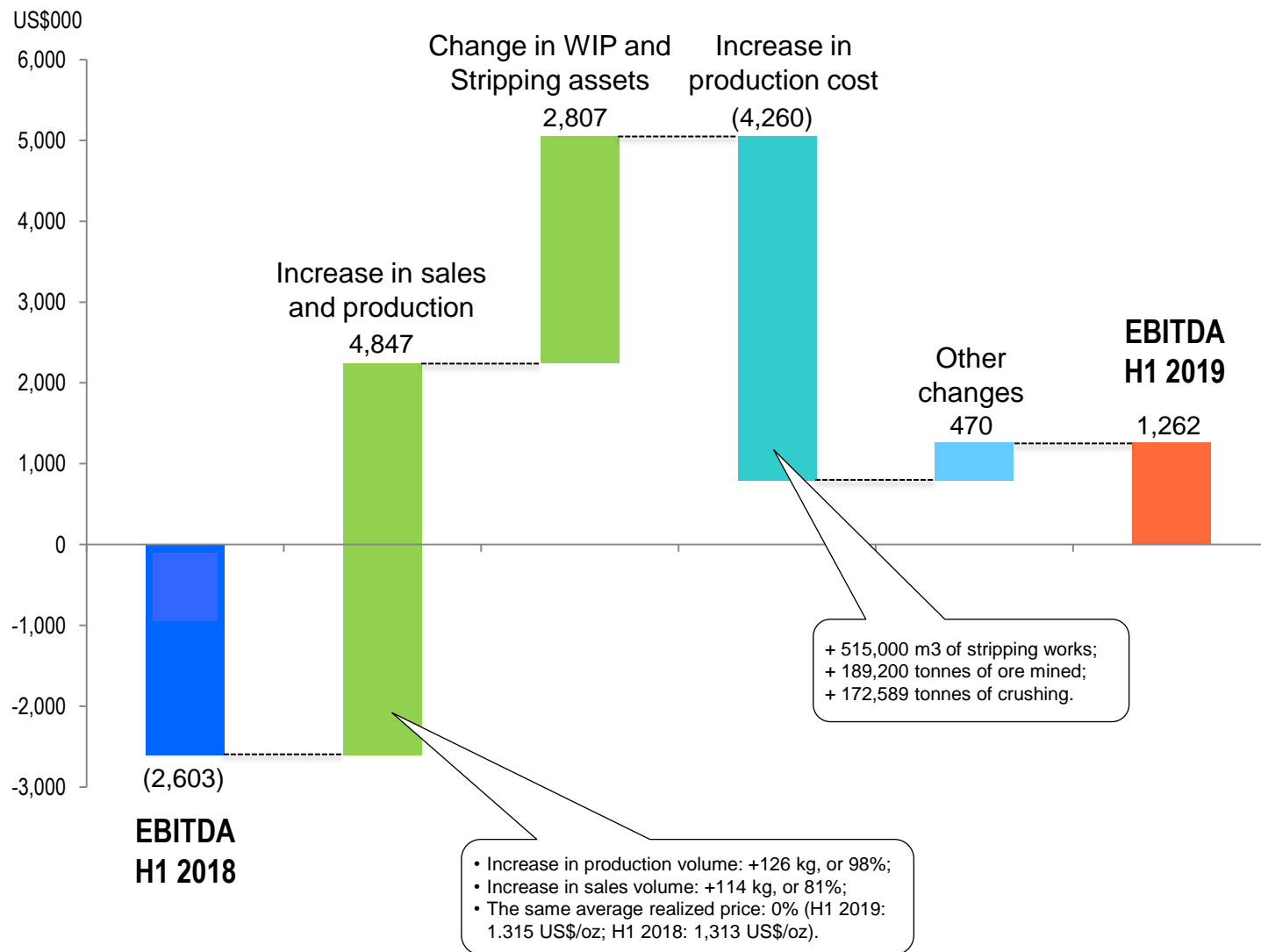
Change in work in progress in H1 2018 was attributable to gold produced out of ore stacked in 2017.

Financial expenses represented by the interest on borrowings, which remained at the same level as the previous period, and amounted to US\$ -2.1 mln (H1 2018: US\$ -2.1 mln). In H1 2018, Auriant paid the arrangement fee to Golden Impala for the revised debt terms.

As the result of US\$ appreciation against the SEK by 3%, and depreciation against the RUB by 9% from the beginning of 2019, the Company benefited from a forex gain of US\$ 0.5 mln.

Income tax of US\$ 0.7 mln in H1 2019 and US\$ 1.3 mln in H1 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.

Volume drives EBITDA growth



6 months 2019

Consolidated cash flow statement

	H1 2019 US\$000	H1 2018 US\$000	Change US\$000	Change %
Operating activities				
Receipts from gold sales	10,785	5,927	4,858	82%
Receipts from assets sale	-	1,766	(1,766)	(100%)
VAT and other reimbursement	1,665	1,928	(263)	(14%)
Payments to suppliers	(6,311)	(3,410)	(2,901)	85%
Payments to employees and social taxes	(3,401)	(2,969)	(432)	15%
Income tax paid	-	(58)	58	(100%)
Other taxes paid	(462)	(782)	320	(41%)
Net cash flows from/(used in) operating activities	2,276	2,402	(126)	(5%)
Investing activities				
Purchase and construction of property, plant and equipment	(3,972)	(2,977)	(995)	33%
Exploration and research works	(48)	-	(48)	100%
Interest capitalized in construction	-	(348)	348	(100%)
Net cash flows used in investing activities	(4,020)	(3,325)	(695)	21%
Financing activities				
Proceeds from borrowings, net	2,188	-	2,188	100%
Receipts from share issue	-	3,173	(3,173)	(100%)
Repayment of borrowings, net	-	-	-	-
Interest paid	(1,563)	(1,547)	(16)	1%
Lease payments	(903)	(277)	(626)	226%
Proceeds from sale and leaseback transactions	839	-	839	100%
Transaction costs arising on share issue	-	(76)	76	(100%)
Other finance income / expenses	-	58	(58)	(100%)
Net cash from/(used in) financing activities	561	1,331	(770)	(58%)
Net decrease in cash and cash equivalents	(1,183)	408	(1,591)	(390%)
Net foreign exchange difference	14	(118)	131	(111%)
Opening balance cash and cash equivalents	1,189	5,069	(3,880)	(77%)
Closing balance cash and cash equivalents	20	5,359	(5,339)	(100%)

During H1 2019, cash flow from operating activities amounted to US\$ 2.3 mln, compared to US\$ 2.4 mln in 1H 2018, including proceeds from the sale of Solcocon's equipment of US\$ 1.8 mln.

In the reporting period, the Company invested US\$ 4.0 mln in CIL construction, which is 21% more than in the first half of 2018. The increase comes from a different stage of the project: in H1 2018 the Company spent most of the time for planning and design and broke the ground in May 2018, while in H1 2019 the Company was focused on the construction works during the entire period.

Purchase of equipment and construction of the CIL plant were mainly financed by the second tranche of the loan facility (US\$ 2.2 mln) provided by VTB received in April, 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.

Thank you

Sergey Ustimenko
CEO

Sergey.Ustimenko@Auriant.com

Auriant Mining AB

Box 55696

102 15 Stockholm, Sweden

Tel: +7 495 109 0282

www.auriant.com