



Auriant Mining
INTERIM REPORT
Q1 2021



AURIANT
MINING

Financial Highlights

- **Consolidated revenue** US\$ 10.6 mln (Q1 2020: US\$ 16.2 mln).
- **Net profit after tax** US\$ 1.7 mln (Q1 2020: US\$ 5.9 mln).
- **EBITDA** US\$ 5.0 mln (Q1 2020: US\$ 9.5 mln).
- **Net cash flow generated from operating activities** US\$ 4.5 mln (Q1 2020: US\$ 7.9 mln).
- Since 1 January 2021, Auriant Mining Group has changed the presentation currency from Swedish krona to U.S. dollars (USD) and presented the Group's Q1 2021 consolidated financial statements in USD.

Operational Highlights

- **Volume of ore processed** through the CIL plant amounted to 96 thousand tonnes with an average grade of 2.04 g/t (total gold in processed ore – 196 kg). The CIL plant was operating at projected throughput per working hour (>50 t/hour) and at a higher recovery rate of 92.5%.
- In Q1 2021, **total hard rock gold production** was 210 kg (6,743 oz), compared to 278 kg (8,938 oz) in Q1 2020, a decrease of 25%, or 68 kg (2,196 oz).
- Q1 2021 **gold sales** were 180 kg (5,787 oz), compared to 317 kg (10,193 oz) in Q1 2020, a decrease of 137 kg (4,406 oz), or 43%.
- Average selling price for gold increased by 15% to US\$ 1,830 per oz (Q1 2020: US\$ 1,585 per oz).
- Total cash cost increased by 48% to US\$ 705 per oz (Q1 2020: US\$ 476 per oz).
- 2021 annual total gold production forecast is 900 - 930 kg (28,936 – 29,900 oz). Annual throughput of the CIL plant will amount to 350 - 380 thousand tonnes.

Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim consolidated financial statements for Q1 2021.

The Company renewed stripping activities at Tardan deposit, which will be the main source of ore in the future. As a result, stripping volume was 76% higher at 413 thousand m³ in Q1 2021 (Q1 2020: 234 thousand m³). This obviously had an adverse impact on the cost of production.

In both Q1 2021 and Q1 2020 ore mined amounted to 26 thousand tonnes. The average grade in Q1 2021 was 15% higher at 2.42 g/t, compared to 2.10 g/t in Q1 2020.

In Q1 2021, the volume of ore processed through the CIL plant amounted to 96 thousand tonnes with an average grade of 2.04 g/t (total gold in processed ore – 196 kg). This compared to Q1 2020 where the volume of ore processed through the CIL plant amounted to 100 thousand tonnes with an average grade of 3.04 g/t (total gold in processed ore – 303 kg). This was due to the ore coming from a high-grade stockpile in 2020, now extinguished.

Q1 2021, gold production amounted to 210 kg (6,743 oz), compared to 278 kg (8,938 oz) in Q1 2020, a decrease of 25%, or 68 kg (2,196 oz), due to a 33% decline in the average grade of processed ore. The average grade of ore processed for the full year 2021 is expected to be 2.56 g/t.

Due to the COVID-19 pandemic, we have focused on implementing strict measures to ensure the safety of our employees and our contractors. In Q1 2021, we have managed to maintain our operations without interruption.

Since 1 January 2021, Auriant Mining Group has changed the presentation currency from Swedish krona to U.S. dollars (USD) and presented the Group's Q1 2021 consolidated financial statements in USD. In accordance with the Swedish Accounting Act, the Parent Company's financial information is reported in Swedish krona rather than USD, the Group's presentation currency.

We are still excited about the prospects for Kara-Beldir and progressing satisfactorily with preparing the necessary information for permitting.

INCOME, FINANCIAL RESULTS AND FINANCIAL POSITION

INCOME AND RESULTS

Revenue from the sale of gold and gold equivalents amounted to US\$ 10.6 mln, a 34% decrease compared to Q1 2020 (US\$ 16.2 mln), due to a lower volume of gold sold. Q1 2021 gold sales volumes amounted to 180 kg (5,787 oz), which is 43%, or 137 kg (4,406 oz), less than in Q1 2020.

In a strong gold price environment, the average realized gold price per ounce increased by 15% from US\$ 1,585 in Q1 2020 up to US\$ 1,830 in Q1 2021.

In Q1 2021, despite lower production volumes, cash expenses increased by 13%, or US\$ 0.7 mln, compared to Q1 2020. The average cash cost per ounce produced at Tardan increased by 48% from US\$ 476/oz in Q1 2020 to US\$ 705/oz in Q1 2021, driven by higher volumes of stripping and exploratory drilling, lower average grade, indexation of salaries and wages as well as first time maintenance costs on the CIL plant which had a short scheduled shut down for maintenance in Q1 2021.

In the reporting period, a 12% devaluation of the Russian rouble against the US-dollar had a positive effect on the Group's margin by decreasing the US-dollar value of its rouble-denominated costs. In Q1 2021, the average RUB/USD exchange rate amounted to 74.37, compared to 66.63 in Q1 2020.

In Q1 2021, deferred stripping works on the Ore Zone #3 have been pulled forward to secure access to ore in 2022-2023.

The change in work in progress in Q1 2021 increased by US\$ 1.7 mln, or 110%, as the Company had 86.7 kg of unsold gold as of 31 March 2021 compared to 56.3 kg as of 31 December 2020.

	Q1 2021 US\$000	Q1 2020 US\$000	Change US\$000	Change %
Cash expenses	-5,552	-4,896	-656	13%
Change in stripping asset (non-cash)	649	478	171	36%
Change in work in progress (non-cash)	144	-1,510	1,654	-110%
Depreciation & amortization (non-cash)	-1,857	-1,647	-210	13%
Cost of sales	-6,616	-7,575	959	-13%

In Q1 2021, general and administrative expenses increased by US\$ 0.18 mln, or by 31%, compared to the previous reporting period, and amounted to US\$ 0.76 mln. The key elements were the indexed increase in the Moscow Head Office salaries (US\$ 0.11 mln) which had been frozen for 3 years. Also, legal and consulting fees relating to the new VTB loan contract and Golden Impala bond extension (US\$ 0.055 mln).

Other operating expenses in Q1 2021 decreased by 57%, compared to the previous reporting period, and amounted to US\$ 0.1 mln.

Following the reduction in production and sales volumes, EBITDA decreased by 47% and amounted to US\$ 5.0 mln in Q1 2021 as compared to US\$ 9.5 mln in the previous reporting period.

The Company's financial expenses represented by interest on loans and borrowings and lease liabilities amounted to US\$ 0.9 mln in Q1 2021, a 43% decline compared to the previous period (Q1 2020: US\$ 1.6 mln). Interest expenses reduced significantly due to repayments of the VTB loans and resulting decrease in loan principal amounts by 36% or US\$ 13.9 mln, as well as reduction in the interest rate on VTB loans from 9.5% to 4.9%.

In 2020, Tardan 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 Q1 2021, income tax charge of US\$ 0.7 mln was fully offset against the balance sheet amount of deferred tax asset related to tax loss carry forward in LLC "Tardan Gold".

Net profit after tax in Q1 2021 amounted to US\$ 1.7 mln compared to US\$ 5.9 mln in Q1 2020. Earnings per share for the period were US\$ 0.02 compared to US\$ 0.06 in Q1 2020.

STATEMENT OF FINANCIAL POSITION

In the reporting period, the Company increased its stripping assets by US\$ 0.6 mln, or 42%, as result of deferred stripping costs, mainly on Ore zone #3 at Tardan deposit.

As at 31 March 2021, finished products increased by 89%, or US\$ 1.5 mln, as the Company had 86.7 kg compared to 56.3 kg as of 31 December 2020.

As at 31 March 2021, total bank loans decreased by US\$ 2.4 mln or 9% vs 31 December 2020 due to repayment and amounted to US\$ 24.5 mln.

As at 31 March 2021, the shareholder's bond liability increased by 1% or US\$ 0.5 mln, to the extent of interest accrued for the reporting period and amounted to US\$ 35.8 mln.

As at 31 March 2021, other non-current liabilities were represented by the US\$ 7.6 mln liability to Centerra in accordance with the royalty agreement and US\$ 0.5 mln site restoration obligations.

As at 31 March 2021, other current interest-bearing liabilities were represented by the following balances: US\$ 3.7 mln – short-term liability to KFM and US\$ 1.1 mln – current lease liability.

INVESTMENTS, LIQUIDITY AND FINANCING

Net cash flow generated from operating activities decreased by US\$ 3.5 mln, or 43%, and amounted to US\$ 4.5 mln in the reporting period, compared to US\$ 7.9 mln in the comparative reporting period.

During Q1 2021, operating activities were financed from the same sources as in the previous reporting period, by gold sales and the reimbursement of VAT.

Positive cash flows from operating activities were used for debt repayment, lease payments and settlement of outstanding payables with contractors in Q1 2021.

The consolidated cash balance as at 31 March 2021 was US\$ 0.05 mln compared to US\$ 0.4 mln as at 31 December 2020.

Vladimir Vorushkin
Chief Financial Officer

Other financial information

Auriant Mining Group has changed the presentation currency to U.S. dollars (USD) from 1 January 2021. The Group has chosen to present its consolidated financial statements in USD only, as management believes it is a convenient presentation currency for international users of the consolidated financial statements of the Auriant Mining Group. The change in the reporting currency constitutes a change of the accounting principle, i.e. it is applied retroactively in accordance with the requirements in IAS 8. All comparative information for the Group for 2020 will therefore be translated into USD in the upcoming reports.

In accordance with the Swedish Accounting Act, the Parent Company's financial information is reported in Swedish krona and not the Group's presentation currency of U.S. dollars.

The exchange rates used in this report were US\$/SEK 8.3995, for Q1 2021 in P&L accounts and US\$/SEK 8.7239 for the statement of financial position as of 31 March 2021. For P&L accounts US\$/SEK 9.6692 was for Q1 2020 and US\$/SEK 8.1886 for the statement of financial position as at 31 December 2020 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 31 March 2021, the bond liability to Golden Impala Limited amounted to MSEK 312.6 (US\$ 35.8 mln).

Accrued interest expenses for transactions with related parties in Q1 2021 amounted to MSEK 4.1 (US\$ 0.5 mln), compared to MSEK 5.2 (US\$ 0.5 mln) in Q1 2020.

EMPLOYEES

During the reporting period, the Group had an average of 591 employees. As of 31 March 2021, the number of employees in the Group was 567 (558 as of 31 December 2020).

CAPITAL STRUCTURE

As at 31 March 2021, the number of shares in issue was 98,768,270. 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\$ 0.0129). Each share carries one vote.

THE PARENT COMPANY

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

INCOME AND RESULTS OF THE PARENT COMPANY

Revenue for consulting services provided to the subsidiary company during Q1 2021 was MSEK 0.237 (US\$ 0.028 mln) compared to MSEK 0.180 (US\$ 0.019 mln) in Q1 2020.

During Q1 2021, third party expenses increased by 49% to MSEK 1.243 (US\$ 0.148 mln) primarily due to additional legal and consulting fees related to optimization of VTB loan and Golden Impala bond terms.

The operating loss for Q1 2021 was MSEK 1.891 (US\$ 0.225 mln), compared to Q1 2020 MSEK 1.378 (US\$ 0.142 mln).

Net financial items for Q1 2021 amounted to MSEK -18.276 (US\$ -2.176 mln) compared to MSEK -57.452 (US\$ -5.942 mln) in Q1 2020 and included interest expenses related to Golden Impala (the Shareholder's bond) of MSEK -4.137 (US\$ -0.493 mln) and interest expenses of MSEK -0.152 (US\$ -0.018 mln) to KFM and net forex loss of MSEK -16.871 (US\$ -2.009 mln). These expenses were partly compensated by intergroup loan interest income in amount of MSEK 2.884 (US\$ 0.343 mln).

FINANCIAL POSITION OF THE PARENT COMPANY

As at 31 March 2021, the Parent Company cash balance was MSEK 0.051 (US\$ 0.006 mln) compared to MSEK 0.542 (US\$ 0.066 mln) as of 31 December 2020.

As at 31 March 2021, the long-term liabilities were represented by the debt to Golden Impala (the Shareholder's bond) of MSEK 312.589 (US\$ 35.831 mln). The current liability was represented by KFM liability of MSEK 31.987 (US\$ 3.667 mln) as at 31 March 2021. The increase in liabilities in SEK currency was mainly due to USD appreciation against SEK by 7%.

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 2020. The evaluations and estimations made by the board of directors and management in preparing the interim report are described on page 83 in the annual report for 2020.

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 2020.

The same accounting principles are applied in this interim report as in the annual report 2020.

No material changes in accounting principles have taken place since the Annual Report for 2020, except changes in the Group presentation currency - from Swedish krona to U.S. dollars (USD) from 1 January 2021.

RISKS AND UNCERTAINTIES ASSOCIATED WITH THIS INTERIM REPORT

The group's risk exposure is presented on pages 44 and 103 of the 2020 annual report. Various risks may affect the results of the operating, financial and investing activities of the companies in mining and exploration industry, including Auriant Mining Group. The principal risks relating to the industry and Auriant Mining Group are described below:

a. Operational risks – production related risks:

- Failure to achieve production plan. The production capacity of a mine and gold processing plant, or the quality of mineral reserves and the availability of qualified staff, might not be in line with the production plan due to different circumstances which might lead to the non-achievement of the plan.
- Unexpected business interruptions. 1. Weather. Unexpected business interruption might lead to a significant delay in production and consequent decrease in profit. The Group's assets are located in Republic of Tyva, and the Zabaikalsky region, a remote area that can be subject to severe climatic conditions. 2. External contractors. The Group's operations are materially dependent on outside contractors, including, but not limited to, providers of transportation and excavation services (in addition to transportation and excavation made using own fleet of equipment), drilling, blasting, equipment maintenance services, electricity and other utilities supply, transportation of materials to the mine, etc. Delay in the delivery or the failure of mining equipment could significantly delay production and impact the Group's profitability.
- Obtaining necessary permit and approvals. Besides licenses for exploration and mining of natural resources, the Company must obtain additional permits and approvals to be able to actually carry out mining and production activities. For newly explored deposits, those permits and approvals include, without limitation, approval of resources with GKZ (State Resource Committee); approval of project documentation for open pit construction and operation; renting land to be used for mining activities and related activities; permits for potentially hazardous activities (such as blasting operations and operations with poisonous materials); environmental safety review, etc.

b. Financial risks: The Group's activities expose it to a variety of financial risks: a) market risk (including currency and gold price risk and interest rate risk), b) credit risk and c) liquidity risk.

c. Geological risk: Gold exploration is associated with high risk. All estimates of recoverable mineral resources are mainly based on probabilities. Estimates of mineral resources and ore reserves are based on extensive test drilling, statistical analyses and model studies and remain theoretical in nature until verified by industrial mining. There is no methodology for determining with certainty the exact amount of gold available or the shape of a potential ore body and its distribution. The exact amount of gold is known only when the gold has been extracted from the gold deposit. Data relating to mineral resources and ore reserves as presented by the Company, and by others, should be viewed against this background and may therefore deviate from this.

d. Health, Safety and Environmental risks. The Group companies are subject to extensive environmental, health and safety controls and regulations, and any breach of these regulations could result in fines and material breach of these regulations could result in the suspension of operations, which could have a material adverse effect on its reputation, operating results and financial condition. The Group companies are subject to extensive environmental controls and regulations in Russia. Mining and exploration operations involve the use of environmentally toxic and hazardous materials, such as cyanides and diesel fuel and lubricants, as well as processes that could lead to the discharge of materials and contaminants into the environment, disturbance of land, potential harm to flora and fauna and other environmental concerns. The licenses under which the Company operates include conditions regarding environmental compliance. The terms of the Company's subsoil licenses contain site clean-up, restoration and rehabilitation obligations due in future that are mandatory for the Company. The Company could be held liable for losses associated with environmental hazards caused by its misconduct and subsequent rehabilitation, which may have an adverse impact on Group's operations, financial results and financial position.

e. Legal risks:

- Maintenance of licenses risks. Federal Agency for Subsoil Use (Rosnedra) may suspend or revoke the Group companies' subsoil use licenses if it recognizes their violation, revealed by Federal Service for Supervision of Natural Resource Usage (Rosprirodnadzor) or other authorized governmental body, which can lead to a halt or cessation of operations at the relevant license area. Failure to comply with the terms of licenses and permits may result in financial sanctions and reputational damage.
- Community risks. The Group's projects can be delayed or stopped due to community and environmental activists' protests and, as a result, denial of regional authorities to conclude or prolong land lease agreements, which are essential for mining.

f. COVID-19 exposure. The current COVID-19 pandemic may affect the Group's operations in a different way.

The Group remains subject to the risk of temporary disruptions in supply chain and logistics in case the situation with the global Covid-19 pandemic worsens. Such disruptions may impact the Group's ability to source and transport goods and services required to operate mines and/or to transport gold Dore bars to the refinery. If Covid-19 would spread amongst the Group's workforce, it may lead to a full or partial suspension of mine operations and production.

The Group has implemented preventive measures, including regular Covid-19 testing of staff, quarantine on arrival, wearing of personal protective equipment, increased cleaning and disinfection of common areas, social distancing, reducing business trips to a minimum, and remote work where possible. In Q1 2021, Auriant Mining Group did not experience any operational disruptions due to Covid-19.

Q1 2021 operational update

Highlights:

- In Q1 2021, total hard rock gold production was 209.7 kg (6,743 oz), compared to 278 kg (8,938 oz) in Q1 2020, a decrease of 25%, or 68.3 kg (2,196 oz), but in line with the 2021 production plan;
- Q1 2021 gold sales were 180 kg (5,787 oz), compared to 317 kg (10,193 oz) in Q1 2020, a decrease of 137 kg (4,406 oz), or 43%;
- 96 thousand tonnes of ore was processed with an average grade of 2.04 g/t;
- The CIL plant was operating at the targeted throughput rate of 50 tonnes per working hour (>50 t/hour) and at the higher recovery rate of 92.5%;
- 26 thousand tonnes of ore was mined which coincided with the production volume in the same period of the previous year. Stripping volume in Q1 2021 was 413 thousand m³ (+179 thousand m³, or 76% more than in the Q1 of 2020);
- The average grade in the mined ore in Q1 2021 was 2.42 g/t, compared to 2.10 g/t in Q1 2020, an increase of 15%;

Production unit	Q1 2021		Q1 2020		Change		
	kg	oz	kg	oz	kg	oz	%
Hard rock							
Tardan (CIL)	209.7	6,743	278	8,938	(68.3)	(2,196)	(25%)
Alluvial							
Solcocon	-	-	-	-	-	-	-

Tardan

	Unit	Q1 2021	Q1 2020	Change	
Mining					
Waste stripping	000 m ³	413	234	179	76%
Ore mined	000 tonnes	26	26	-	-
Gold in Ore	kg	63	54	9	17%
Average grade	g/t	2.42	2.10	0.32	15%
CIL					
Ore processing	000 tonnes	96	100	(4)	(4%)
Grade	g/t	2.04	3.04	(1.00)	(33%)
Gold in ore processing	kg	196	303	(107)	(35%)
Gold produced CIL	kg	209.7	278	(68.3)	(25%)
Warehouse on March 31					
Ore	000 tonnes	31	34	(3)	(9%)
Grade	g/t	2.30	1.89	0.41	22%

Financial reports

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
Revenue	10,591	16,154	53,409
Cost of sales	-6,616	-7,575	-27,378
Gross profit/(loss)	3,975	8,579	26,031
General and administrative expenses	-757	-576	-2,945
Other operating income	14	53	96
Other operating expenses	-79	-182	-3,059
Operating profit/(loss)	3,153	7,874	20,123
Financial income	-	-	-
Financial expenses	-910	-1,584	-5,671
Currency gain/loss	118	-147	-935
Profit/(Loss) before income tax	2,361	6,143	13,517
Income tax	-652	-248	-3,075
Net profit/(loss) for the period	1,709	5,895	10,442
Whereof attributable to:			
The owners of the parent company	1,709	5,895	10,442
Earnings per share before dilution (SEK, US\$)	0.02	0.06	0.11
Earnings per share after dilution (SEK, US\$)	0.02	0.06	0.11
Number of shares issued at period end	98,768,270	98,648,502	98,768,270
Average number of shares for the period	98,768,270	98,648,502	98,698,673
Average number of shares for the period after dilution	98,768,270	98,993,502	98,698,673

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
Net profit/(loss) for the period	1,709	5,895	10,442
Items that may be subsequently reclassified to profit or loss			
Translation difference	130	-2,177	573
Total comprehensive income/(loss) for the period	1,839	3,718	11,015

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	March 31, 2021 US\$000	March 31, 2020 US\$000	December 31, 2020 US\$000
ASSETS			
NON-CURRENT ASSETS			
Intangible fixed assets	18,923	19,214	18,524
Tangible fixed assets	30,816	33,292	30,231
Stripping assets	2,028	3,632	1,425
Deferred tax assets	3,503	5,072	4,003
TOTAL NON-CURRENT ASSETS	55,270	61,210	54,183
CURRENT ASSETS			
Materials	1,974	1,443	1,695
Work in progress	2,548	1,585	4,053
Finished products	3,209	49	1,701
Trade and other receivables	1,495	3,194	1,455
Advanced paid to suppliers and prepaid expenses	1,138	986	1,361
Cash and cash equivalents	48	1,738	422
TOTAL CURRENT ASSETS	10,412	8,995	10,687
TOTAL ASSETS	65,682	70,205	64,870
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1,438	1,436	1,438
Additional paid-in capital	79,220	79,198	79,220
Translation difference reserve	-13,120	-16,000	-13,250
Retained earnings	-78,976	-85,233	-80,685
TOTAL EQUITY	-11,438	-20,599	-13,277
NON-CURRENT LIABILITIES			
Bank loans and other notes	15,371	19,996	17,968
Debt to shareholder	35,831	35,844	35,338
Lease payable	738	787	261
Deferred tax liabilities	-	-	-
Other non-current liabilities	8,075	9,597	8,082
TOTAL NON-CURRENT LIABILITIES	60,015	66,224	61,649
CURRENT LIABILITIES			
Bank loans and other notes	9,350	18,597	9,199
Other interest bearing liabilities	4,816	3,330	4,866
Trade accounts payable	1,155	1,005	740
Other current liabilities	1,784	1,648	1,693
TOTAL CURRENT LIABILITIES	17,105	24,580	16,498
TOTAL EQUITY AND LIABILITIES	65,682	70,205	64,870

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

US\$000	Attributable to the shareholders of the parent company				
	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Total equity
Equity as at December 31, 2019	1,436	79,197	-13,823	-91,127	-24,317
Comprehensive income					
Net profit/(loss) for the period	-	-	-	5,895	5,895
Other comprehensive income	-	-	-2,177	-	-2,177
Total comprehensive income for the period	-	-	-2,177	5,895	3,718
Equity as at March 31, 2020	1,436	79,197	-16,000	-85,232	-20,599
Comprehensive income					
Net profit/(loss) for the period	-	-	-	4,547	4,547
Other comprehensive income	-	-	2,750	-	2,750
Total comprehensive income for the period	-	-	2,750	4,547	7,297
Transactions with owners in their capacity as owners					
Proceeds from exercise of share options	1	23	-	-	24
Total transactions with owners in their capacity as owners	1	23	-	-	24
Equity as at December 31, 2020	1,438	79,220	-13,250	-80,685	-13,277
Comprehensive income					
Net profit/(loss) for the period	-	-	-	1,709	1,709
Other comprehensive income	-	-	130	-	130
Total comprehensive income for the period	-	-	130	1,709	1,839
Equity as at March 31, 2021	1,438	79,220	-13,120	-78,976	-11,438

CONSOLIDATED CASH FLOW STATEMENT

	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
OPERATING ACTIVITIES			
Receipts from gold sales	10,591	16,154	53,409
VAT and other reimbursement	995	1,015	4,497
Payments to suppliers	-4,587	-5,482	-18,970
Payments to employees and social taxes	-2,360	-2,499	-9,357
Income tax paid	-	-635	-674
Other taxes paid	-152	-614	-1,421
Net cash flows from/(used in) operating activities	4,487	7,939	27,484
INVESTING ACTIVITIES			
Purchase and construction of property, plant and equipment	-348	-1,265	-2,343
Exploration and research works	-1,065	-63	-1,479
Net cash flows used in investing activities	-1,413	-1,328	-3,822
FINANCING ACTIVITIES			
Proceeds from exercise of share options	-	-	10
Repayment of borrowings, net	-2,441	-3,003	-14,997
Interest paid	-309	-1,377	-5,702
Lease payments	-584	-544	-2,413
Other finance income/expenses	-59	-	-
Net cash from/(used in) financing activities	-3,393	-4,924	-23,102
Net increase/(decrease) in cash and cash equivalents	-319	1,687	560
Effect of foreign exchange rate changes on cash and cash equivalents	-55	-93	-282
Opening balance cash and cash equivalents	422	144	144
Closing balance cash and cash equivalents	48	1,738	422

CONSOLIDATED KEY RATIOS

	Definitions	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
Total assets	Total assets at period end	65,682	70,205	64,870
Total equity	Total equity including non-controlling interest at period end	-11,438	-20,599	-13,277
Interest bearing debt	Total interest bearing debt at the period end	65,840	78,294	67,359
Employees at period end	-	567	544	558
EBITDA*	Earnings Before Interest, Tax, Depreciation, Amortization, any Impairment and one-off items	5,010	9,523	30,893
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	0.02	0.06	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	-0.12	-0.21	-0.13

* 12m 2020 EBITDA was adjusted for write off of VAT refund asset in LLC "Rudtechnology" at the amount of MSEK 7.0 (US\$ 0.8 mln) in Q3 2020 and MSEK 15.7 (US\$ 1.9 mln) stripping assets were written off as other operating expenses in LLC "Tardan Gold" in Q4 2020.

PARENT COMPANY STATEMENT OF PROFIT OR LOSS

	Q1 Jan-Mar 2021 TSEK	Q1 Jan-Mar 2020 TSEK	12 months Jan-Dec 2020 TSEK	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
Operating income	237	180	750	28	19	81
Total income	237	180	750	28	19	81
External expenses	-1,243	-833	-7,047	-148	-86	-765
Employee benefit expenses	-885	-725	-2,755	-105	-75	-299
Total operating costs	-2,128	-1,558	-9,802	-253	-161	-1,064
Operating profit/(loss)	-1,891	-1,378	-9,052	-225	-142	-983
Impairment: Investment in subsidiaries	-	-	-180,808	-	-	-20,952
Net financial items	-18,276	-57,452	-6,172	-2,176	-5,942	-670
Profit/(Loss) before income tax	-20,167	-58,830	-196,032	-2,401	-6,084	-22,605
Income tax	-	-	-	-	-	-
Net profit/(loss) for the period	-20,167	-58,830	-196,032	-2,401	-6,084	-22,605

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	Q1 Jan-Mar 2021 TSEK	Q1 Jan-Mar 2020 TSEK	12 months Jan-Dec 2020 TSEK	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
Net profit/loss for the period	-20,167	-58,830	-196,032	-2,401	-6,084	-22,605
Translation differences	-	-	-	-1,341	-2,884	4,389
Total comprehensive income for the period	-20,167	-58,830	-196,032	-3,742	-8,968	-18,216

PARENT COMPANY STATEMENT OF FINANCIAL POSITION

	March 31, 2021 TSEK	March 31, 2020 TSEK	December 31, 2020 TSEK	March 31, 2021 US\$000	March 31, 2020 US\$000	December 31, 2020 US\$000
ASSETS						
FIXED ASSETS						
Investments in subsidiaries	514,702	730,475	508,708	58,999	72,489	62,124
Total fixed assets	514,702	730,475	508,708	58,999	72,489	62,124
CURRENT ASSETS						
Current receivables	1,127	1,860	1,953	129	185	239
Cash and bank	51	810	542	6	80	66
Total current assets	1,178	2,670	2,495	135	265	305
TOTAL ASSETS	515,880	733,145	511,203	59,134	72,754	62,429
EQUITY AND LIABILITIES						
EQUITY	170,762	327,904	190,929	19,574	32,540	23,316
LONG-TERM LIABILITIES	312,589	381,980	289,371	35,831	37,906	35,338
CURRENT LIABILITIES	32,529	23,261	30,903	3,729	2,308	3,775
TOTAL EQUITY AND LIABILITIES	515,880	733,145	511,203	59,134	72,754	62,429

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, 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	-	-	-	-	-	-58,830	-58,830
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-58,830	-58,830
Equity as at March 31, 2020	11,098	266,306	780,426	-	-671,093	-58,830	327,904
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	-137,202	-137,202
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-132,202	-132,202
Transactions with owners in their capacity as owners							
Proceeds from exercise of share options	13	-	213	-	-	-	226
Total transactions with owners in their capacity as owners	13	-	213	-	-	-	226
Equity as at December 31, 2020	11,111	266,306	780,639	-	-671,095	-196,032	190,929
Profit/(loss) brought forward	-	-	-	-	-196,032	196,032	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	-20,167	-20,167
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-20,167	-20,167
Equity as at March 31, 2020	11,111	266,306	780,639	-	-867,127	-20,167	170,762

PARENT COMPANY STATEMENT OF CHANGES IN EQUITY

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, 2019	1,436	40,872	113,954	-11,017	-105,124	1,387	41,508
Profit/(loss) brought forward	-	-	-	-	1,387	-1,387	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	-6,084	-6,084
Other comprehensive income	-	-	-	-2,884	-	-	-2,884
Total comprehensive income for the period	-	-	-	-2,884	-	-6,084	-8,968
Equity as at March 31, 2020	1,436	40,872	113,954	-13,901	-103,737	-6,084	32,540
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	-16,521	-16,521
Other comprehensive income	-	-	-	7,273	-	-	7,273
Total comprehensive income for the period	-	-	-	7,273	-	-16,521	-9,248
Transactions with owners in their capacity as owners							
Proceeds from exercise of share options	1	-	23	-	-	-	24
Total transactions with owners in their capacity as owners	1	-	23	-	-	-	24
Equity as at December 31, 2020	1,438	40,872	113,977	-6,628	-103,737	-22,605	23,316
Profit/(loss) brought forward	-	-	-	-	-22,605	22,605	-
Comprehensive income							
Net profit/(loss) for the period	-	-	-	-	-	-2,401	-2,401
Other comprehensive income	-	-	-	-1,341	-	-	-1,341
Total comprehensive income for the period	-	-	-	-1,341	-	-2,401	-3,742
Equity as at March 31, 2021	1,438	40,872	113,977	-7,969	-126,342	-2,401	19,574

PARENT COMPANY CASH FLOW STATEMENT

	Q1 Jan-Mar 2021 TSEK	Q1 Jan-Mar 2020 TSEK	12 months Jan-Dec 2020 TSEK	Q1 Jan-Mar 2021 US\$000	Q1 Jan-Mar 2020 US\$000	12 months Jan-Dec 2020 US\$000
OPERATING ACTIVITIES						
Receipts from customers	-	-	750	-	-	81
VAT and other reimbursement	-	56	56	-	6	6
Payments to suppliers	-2,148	-912	-7,935	-255	-94	-872
Payments to employees and the Board members	-616	-799	-2,697	-73	-83	-294
Net cash flows from/(used in) operating activities	-2,764	-1,655	-9,826	-328	-171	-1,079
INVESTING ACTIVITIES						
Borrowings given/Proceeds from borrowings given	2,266	24,601	58,454	269	2,544	6,347
Net cash flows from/(used in) investing activities	2,266	24,601	58,454	269	2,544	6,347
FINANCING ACTIVITIES						
Proceeds from exercise of share options	-	-	94	-	-	10
Repayment of borrowings	-	-18,295	-22,880	-	-1,892	-2,500
Interest paid	-	-4,914	-26,165	-	-508	-2,845
Net cash from/(used in) financing activities	-	-23,209	-48,951	-	-2,400	-5,335
Net increase/(decrease) in cash and cash equivalents	-498	-263	-323	-59	-27	-67
Effect of foreign exchange rate changes on cash and cash equivalents	7	-8	-216	-1	-9	17
Opening balance cash and cash equivalents	542	1,081	1,081	66	116	116
Closing balance cash and cash equivalents	51	810	542	6	80	66

Additional information

NEXT REPORTS DUE

Interim report (Q2) January - June, 2021:
[August 30, 2021](#)

Interim report (Q3) January - September, 2021:
[November 29, 2021](#)

Interim report (Q4) January - December, 2021:
[February 28, 2022](#)

COMPANY INFORMATION

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

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

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

BOARD ASSURANCE

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

Stockholm, May 31, 2021
Auriant Mining AB (publ.)

Lord Daresbury
Chairman of the Board

Preston Haskell
Board Member

Jukka Pitkäjärvi
Board Member

Birgit Köster Hoffmann
Board Member

Danilo Lange
CEO

This 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.