SIBERIAN MINING GROUP COMPANY LIMITED
西伯利亞礦業集團有限公司 *

(incorporated in the Cayman Islands with limited liability)
(Stock code: 1142)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The Board wishes to inform the shareholders and potential investors of the Company that based on the preliminary review of the draft unaudited consolidated management accounts of the Group for the year ended 31 March 2019 and other information currently available, the Group is expected to record a small profit before income tax for the year ended 31 March 2019 as compared to a loss before income tax for the same period of last year, primarily attributable to (i) the increase in reversal of impairment loss by approximately HK$55 million on other intangible assets (in relation to mining rights of Lot 1 and Lot 1 Extension of the Group's Russian coal mines); (ii) the decrease in impairment loss by approximately HK$48 million on exploration and evaluation assets (in relation to mining rights of Lot 2 of the Group's Russian coal mines); and (iii) there was no imputed interests of the Third Convertible Note after 3 April 2018 (HK$404 million of imputed interests for last year ended 31 March 2018).

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by Siberian Mining Group Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

* *For identification purpose only*

The board of directors of the Company (the "**Board**") wishes to inform the shareholders and potential investors of the Company that based on the preliminary review of the draft unaudited consolidated management accounts of the Group for the year ended 31 March 2019 and other information currently available, the Group is expected to record a small profit before income tax for the year ended 31 March 2019 as compared to a loss before income tax for the same period of last year. Such estimated turnaround from loss to small profit is primarily attributable to (i) the increase in reversal of impairment loss by approximately HK$55 million on other intangible assets (in relation to mining rights of Lot 1 and Lot 1 Extension of the Group's Russian coal mines) mainly due to the increase in coal sales prices of certain type of coals; (ii) the decrease in impairment loss by approximately HK$48 million on exploration and evaluation assets (in relation to mining rights of Lot 2 of the Group's Russian coal mines) also mainly because of the increase in coal sales prices of certain type of coals; and (iii) there was no imputed interests of the Third Convertible Note after 3 April 2018 (HK$404 million of imputed interests for last year ended 31 March 2018).

As the Company is still in the process of preparing its annual results for the year ended 31 March 2019, the information contained in this announcement is only based on the information currently available and the preliminary review of the draft unaudited consolidated management accounts of the Group for the year ended 31 March 2019, which are yet to be finalized and have not been reviewed by the Company's Audit Committee, and which therefore are subject to adjustments. The unaudited consolidated annual results of the Group for the year ended 31 March 2019 are expected to be announced by the Company on or before 28 June 2019.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Siberian Mining Group Company Limited
Jo Sang Hee
Chairman

Hong Kong, 14 June 2019

As at the date of this announcement, the Board consists of Mr. Jo Sang Hee as executive director, and Ms. Chen Dai, Mr. Kwok Kim Hung Eddie and Mr. Lee Sungwoo as independent non-executive directors.