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 six months ended 30 September 2020 and other information currently available, the Group is expected to record a loss before income tax of approximately HK$284 million for the six months ended 30 September 2020 as compared to a loss before income tax of approximately HK$783 million for the same period of last year, primarily attributable to (i) the estimated reversal of impairment loss of approximately HK$67 million for the six months ended 30 September 2020 (impairment loss of approximately HK$46 million for the six months ended 30 September 2019) on other intangible assets (in relation to mining rights of Lot 1 and Lot 1 Extension of the Group's Russian coal mines); and (ii) the estimated impairment loss of approximately HK$311 million for the six months ended 30 September 2020 (six months ended 30 September 2019: approximately HK$652 million) on exploration and evaluation assets (in relation to mining rights of Lot 2 of the Group's Russian coal mines).

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 six months ended 30 September 2020 and other information currently available, the Group is expected to record a loss before income tax of approximately HK$284 million for the six months ended 30 September 2020 as compared to a loss before income tax of approximately HK$783 million for the same period of last year. Such estimated significant decrease in loss before income tax for the six months ended 30 September 2020 is primarily attributable to (i) the estimated reversal of impairment loss of approximately HK$67 million for the six months ended 30 September 2020 (impairment loss of approximately HK$46 million for the six months ended 30 September 2019) 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 decrease in coal sales prices of certain type of coals and change of the expected first year of coal production to 2025; and (ii) the estimated impairment loss of approximately HK$311 million for the six months ended 30 September 2020 (six months ended 30 September 2019: approximately HK$652 million) on exploration and evaluation assets (in relation to mining rights of Lot 2 of the Group's Russian coal mines) mainly because of the decrease in coal sales prices of certain type of coals.

As the Company is still in the process of preparing its interim results for the six months ended 30 September 2020, 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 six months ended 30 September 2020, 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 interim results of the Group for the six months ended 30 September 2020 are expected to be announced by the Company on or before 30 November 2020.

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
Lee Jaeseong
Chairman

Hong Kong, 13 November 2020

As at the date of this announcement, the Board consists of Mr. Lee Jaeseong and Mr. Im Jonghak as executive directors, and Ms. Chen Dai, Mr. Kwok Kim Hung Eddie and Mr. Leung Yau Wan John as independent non-executive directors.