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)

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR, RE-DESIGNATION OF DIRECTOR AND CHANGE OF COMPOSITION OF AUDIT COMMITTEE AND REMUNERATION COMMITTEE

The Board announces that :—

1. Mr. LEE Sungwoo has been appointed as an Independent Non-executive Director, and a member of each of the Audit Committee and the Remuneration Committee of the Company with effect from 31 August 2017; and

2. Mr. JO Sang Hee has been re-designated from an Independent Non-executive Director to an Executive Director with effect from 31 August 2017, and immediately following his said re-designation, he has resigned as a member of each of the Audit Committee and the Remuneration Committee of the Company also with effect from 31 August 2017.

APPOINTMENT OF INDEPENDENT NON-EXECUTIVE DIRECTOR

The board (the "**Board**") of directors (the "**Directors**") of Siberian Mining Group Company Limited (the "**Company**") announces that Mr. LEE Sungwoo ("**Mr. Lee**") has been appointed as an Independent Non-executive Director, and a member of each of the Audit Committee and the Remuneration Committee of the Company with effect from 31 August 2017.

Mr. Lee, aged 30, holds a Bachelor Degree of Accounting and Business Administration from KYUNGHEE University (Seoul, Korea). He is currently a partner of SEJUNG LLC providing corporate audit of listed and unlisted companies, tax advisory services, corporate valuation and due diligence, and other consulting services. Before joining SEJUNG LLC in April 2017, he was the accounting team leader of Dain Engineering and Construction Co., Ltd from October 2016 to March 2017, the manager of Samvit Accounting Firm from April 2015 to October 2015, and the senior associate of Samil Price Waterhouse Coopers from December 2012 to April 2015. Mr. Lee possesses core competencies in corporate audits, tax consultation, valuation and corporate consultation.

* *For identification purpose only*

Mr. Lee does not hold any positions in the Company or any of its subsidiaries prior to the joining of the Company as an Independent Non-executive Director. He did not hold any directorship in the last three years in public companies the securities of which are listed on any securities market in Hong Kong or overseas. To the best of the knowledge of the Directors of the Company, he does not have any relationship with any other Directors, senior management or substantial or controlling shareholders (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**")) of the Company, nor has he any interest in shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) as at the date of this announcement.

Pursuant to a letter of appointment dated 31 August 2017, Mr. Lee is appointed as an Independent Non-executive Director of the Company for an initial term of one year commencing from 31 August 2017 and thereafter could be extended for a further term of one year at a time until terminated by either party, subject to retirement and will be eligible for re-election at the next annual general meeting of the Company, and the usual retirement by rotation and re-election at the subsequent annual general meetings of the Company in accordance with the articles of association of the Company, and either party may early terminate the letter of appointment by giving not less than one month's prior notice in writing to the other party. He will be entitled to receive a director's fee of HK$120,000 per annum, which is determined with reference to his qualification, relevant duties and responsibilities within the Company and the prevailing market conditions, and approved by the Remuneration Committee of the Company. Save as the director's fee disclosed herein, Mr. Lee is not entitled to any other benefits.

Save as disclosed above, Mr. Lee has confirmed that there is no other matters relating to his appointment as an Independent Non-executive Director of the Company that needs to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules, nor are there other matters that need to be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to express its warmest welcome to Mr. Lee.

RE-DESIGNATION OF DIRECTOR

The Board also announces that Mr. JO Sang Hee ("**Mr. Jo**") has been re-designated from an Independent Non-executive Director to an Executive Director with effect from 31 August 2017, and immediately following his said re-designation, he has resigned as a member of each of the Audit Committee and the Remuneration Committee of the Company also with effect from 31 August 2017.

Mr. Jo, aged 50, was appointed as an Independent Non-executive Director of the Company on 31 December 2015 and he has been re-designated as an Executive Director of the Company with effect from 31 August 2017. He has been a member of the Audit Committee and the Remuneration Committee of the Company from 31 December 2015 to 31 August 2017. He holds a Bachelor Degree of Metallurgical Engineering from Inha Technical College, Korea. He is currently the president of Artis Investment Co. Ltd. Before joining Artis Investment Co. Ltd. in November 2015, he was the managing director of KC&Partners from 2012 to 2015, and the managing director of Haksan Construction Co. Ltd. from 2007 to 2011, and the president of Impact Holdings Co. Ltd. from 2005 to 2007. Mr. Jo has experience in various industries, especially in investment and management. He has extensive knowledge of investment with 10 years working experience as a top management.

Mr. Jo does not hold any positions in the Company or any of its subsidiaries prior to the joining of the Company as an Independent Non-executive Director. Save as disclosed above, he did not hold any directorship in the last three years in public companies the securities of which are listed on any securities market in Hong Kong or overseas. To the best of the knowledge of the Directors of the Company, he does not have any relationship with any other Directors, senior management or substantial or controlling shareholders (as defined in the Listing Rules) of the Company, nor has he any interest in shares of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) as at the date of this announcement.

Mr. Jo has previously entered into a letter of appointment with the Company for his position as an Independent Non-executive Director of the Company, which has been terminated on 31 August 2017. He has then entered into another letter of appointment dated 31 August 2017 with the Company for his position as an Executive Director of the Company for an initial term of one year commencing from 31 August 2017 and thereafter could be extended for a further term of one year at a time until terminated by either party, subject to the usual retirement by rotation and re-election at the subsequent annual general meetings of the Company in accordance with the articles of association of the Company, and either party may early terminate the letter of appointment by giving not less than one month's prior notice in writing to the other party. He will be entitled to receive a director's fee of HK$120,000 per annum, which is determined with reference to his qualification, relevant duties and responsibilities within the Company and the prevailing market conditions, and approved by the Remuneration Committee of the Company. Save as the director's fee disclosed herein, Mr. Jo is not entitled to any other benefits.

Save as disclosed above, Mr. Jo has confirmed that there is no other matters relating to his re-designation as an Executive Director of the Company that needs to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Listing Rules, nor are there other matters that need to be brought to the attention of the shareholders of the Company.

The Board would like to take this opportunity to express its sincere gratitude to Mr. Jo for his contributions to the Company during his tenure of services, and to extend its warmest welcome to Mr. Jo on his new role as an Executive Director of the Company.

By Order of the Board
Siberian Mining Group Company Limited
Hong Sang Joon
Chairman

Hong Kong, 31 August 2017

As at the date of this announcement, the Board consists of Mr. Hong Sang Joon, Mr. Jo Sang Hee and Mr. Su Run Fa as executive directors, and Mr. Kwok Kim Hung Eddie, Mr. Lai Han Zhen and Mr. Lee Sungwoo as independent non-executive directors.

This announcement will remain on the website of The Stock Exchange of Hong Kong Limited at www.hkexnews.hk on the "Latest Listed Company Information" page for at least 7 days from the date of its posting and on the Company's website at http://siberian.todayir.com.