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 2019 and other information currently available, the Group is expected to record a significant increase in loss for the six months ended 30 September 2019 as compared to the corresponding period in 2018, primarily attributable to (i) the increase in impairment loss by approximately HK$110 million 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 increase in impairment loss by approximately HK$170 million on the 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 2019 and other information currently available, the Group is expected to record a significant increase in loss for the six months ended 30 September 2019 as compared to the corresponding period in 2018. Such estimated significant increase in loss is primarily attributable to (i) the increase in impairment loss by approximately HK$110 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 decrease in coal sales prices of certain type of coals and change in the expected first year of coal production; and (ii) the increase in impairment loss by approximately HK$170 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 decrease in coal sales prices of certain type of coals and change in the expected first year of coal production.

As the Company is still in the process of preparing its interim results for the six months ended 30 September 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 six months ended 30 September 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 interim results of the Group for the six months ended 30 September 2019 are expected to be announced by the Company on 29 November 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 November 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.