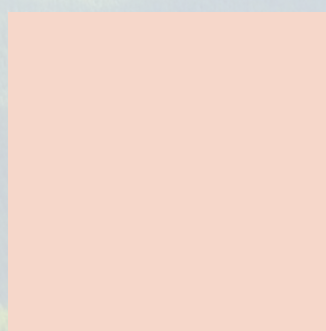
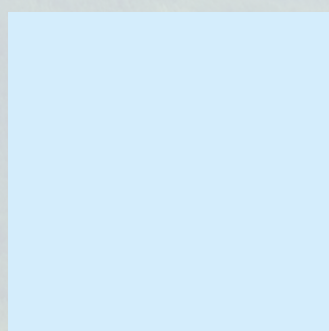
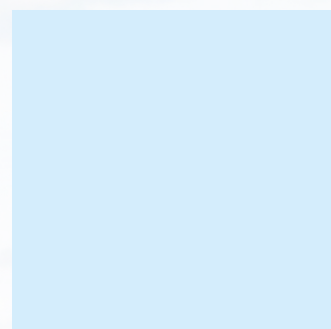


Interim Report

12 months 2016



Highlights

- **Total gold production increased by 31% to 1,078 kg (34,669 oz)**, compared to 823 kg (26,468 oz) in 2015.
- **Gold grade in 2016 was 4.04 g/t, a 33% increase** on that achieved in prior period (3.03 g/t).
- **Tardan gravitational plant produced 145 kg (4,657 oz) of gold**, an increase of 60% compared to 2015 – 90 kg (2,904 oz). **Heap leach production at Tardan increased by 28% to 933 kg (30,011 oz)**, compared to 727 kg (23,372 oz) in 2015.
- **Cash costs in 2016 were US\$ 577/oz, a reduction of 28% (US\$ 798/oz in 2015).**
- **EBITDA more than doubled to MSEK 188.5 (US\$ 22.0 m)** compared to 2015 of MSEK 86.9 (US\$ 10.3 m).
- **Consolidated net income in 2016 was MSEK 55.1 (US\$ 6.5 m)** compared to net loss in 2015 of MSEK -178.6 (US\$ -21.5 m).
- **Net cash flow from operating activities more than trebled: in 2016 it was MSEK 149.6 (US\$ 17.4 m)**, compared to MSEK 44.3 (US\$ 5.1 m) in 2015. The free cash flow after operating and investing activities in the reporting period was MSEK 129.3 (US\$ 15.0 m) (2015: MSEK 43.3 (US\$ 5.0 m)).
- Drilling programme was completed at the Pravoberezhny deposit at Greater Tardan. Resources of 4.2 tonnes of gold with an average grade of 3.31 g/t will be submitted to GKZ for approval.
- Resource estimate of the Kara-Beldyr deposit in accordance with JORC has now been completed. Total gold resources (both indicated and inferred) amount to 25.6 tonnes of gold.
- Expected gold production in 2017 is 1 ton.



Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim financial statements for 2016.

In 2016, Auriant produced a significantly improved result from the previous year and achieved a net profit of MSEK 55.064 (US\$ 6.484 m), having produced 1,078 kg (34,669 oz) of gold.

During the year, mining activities were mainly focused on the Barsuchy deposit at Tardan. The gold grade was 4.04 g/t which was 33% higher than in 2015 (3.03 g/t). Heap leach production at Tardan increased by 28% to 933 kg (30,011 oz), compared to 727 kg (23,372 oz) in 2015. The gravitation plant production in 2016 was 60% higher than in 2015 and amounted to 145 kg (4,657 oz) (2015: 90 kg (2,904 oz)). In the 2nd half of 2016, the company recommenced stripping at the Tardan deposits targeted for 2017 production.

During the period, exploration expenditure was MSEK 8.034 (US\$ 0.943 m). We completed the drilling programme at the Pravoberezhny deposit at Tardan. This established resources of 4.2 tonnes of gold with an average grade of 3.31 g/t. The Company also completed the resource estimate for Kara-Beldyr in accordance with JORC. Total gold reserves (both indicated and inferred) amounted to 25.6 tonnes of gold. Based on this resource assessment, we are confident of operating a mine that can produce up to 2 tonnes of gold per year for 10 years.

Capital expenditure during the period amounted to MSEK 12.222 (US\$ 1.448 m). This expenditure was mainly directed towards upgrading the energy facilities and crushing complexes; this allowed us to mitigate the risk of breakdowns and to increase the uptime of our equipment.

In 2016, the Company achieved a net profit of MSEK 55.064 (US\$ 6.484 m), compared to a loss of MSEK -178.597 (US\$ -21.494 m) in 2015. Cash costs per ounce decreased by 28% from US\$ 798 in 2015 down to US\$ 577 in 2016.

Free cash flow after operating and investing activities was MSEK 129.310 (US\$ 15.038 m) (2015: MSEK 43.275 (US\$ 4.995 m)), which was used for loan repayments of MSEK 44.911 (US\$ 5.223 m) and the payment of interest expenses of MSEK 39.354 (US\$ 4.554

m) to Promsvyazbank.

All changes in financial results shown in per cent (%) relate to changes in US\$ amounts.

INCOME, FINANCIAL RESULTS AND FINANCIAL POSITION FOR THE GROUP

INCOME AND RESULT

Revenue from gold and gold equivalents increased by MSEK 116.817 (US\$ 13.251 m), or 44%, compared to 2015. Sales volume increased by 32%: 799 kg (25,698 oz) in prior period to 1,056.1 kg (33,954 oz) in 2016. The average realized gold price increased by 9% from US\$ 1,161 in 2015 to US\$ 1,269.

In 2015, Auriant managed five gold properties, belonging to Aristus Holdings Ltd and located in Russia's Chukotka region, including Valunisty - a producing gold mine. In 2015, the Company earned a total management fee of MSEK 30.606 (US\$ 3.600 m) as a result of the successful fulfillment of set KPIs. In the beginning of 2016 the management contract was terminated by mutual agreement and a compensation fee of MSEK 2.557 (US\$ 0.300 m) was paid to the Company.

Thus, the increase in consolidated revenue in 2016 as a result of the growth of gold sales and gold prices, was partially compensated by termination of the management contract. Total revenue increased by 30% compared to 2015.

Cost of sales decreased by 9% and amounted to MSEK -222.260 (US\$ -25.962 m) in 2016 compared to (MSEK -241.615 (US\$ -28.683 m)) in 2015, while gold production increased by 31%.

General and administrative expenses (Head office expenses) decreased by MSEK 8.615 (US\$ 1.043 m), or 28%, compared to 2015.

Other operating income in both periods primarily consisted of revenue from renting out Solcocon's equipment and providing services to our contractors.

Other operating expenses decreased by MSEK 6.527 (US\$ 0.774 m) or 77% in 2016, as a result of a one-off item reported in 2015 (provisions for Solcocon).

Financial income in 2016 represented the interest income on bank's deposits in the amount of MSEK 0.148 (US\$ 0.018 m). In 2015 financial income included a foreign exchange

gain.

Financial expenses in both periods included interest expenses on loans and leasing. The interest expenses for the reporting period decreased and amounted to MSEK -62.370 (US\$ -7.287 m) compared to MSEK -64.813 (US\$ -7.683 m) in 2015. Interest expenses reduced mainly as a result of partial repayment of a bank loan. Forex loss in 2016 was MSEK -2.795 (US\$ -0.308 m).

Income tax of MSEK -11.860 (US\$ -1.355 m) in 2016 was a non-cash expense and represented the utilization of the deferred tax asset against taxable income received by Group subsidiaries - Tardan and the Moscow management company.

The net profit for 2016 was MSEK 55.064 (US\$ 6.484 m) as compared to a loss of MSEK -178.597 (US\$ -21.494 m) in the previous period. Net loss for 2015 included the impairment of Solcocon assets in the amount of by MSEK -132.994 (US\$ -15.978 m) (this was a non-cash provision).

Earnings per share before dilution for the period were SEK 3.09 (US\$ 0.36) compared to 2015 loss of SEK -10.03 (US\$ -1.21).

Earnings per share after dilution for the current period were SEK 2.79 (US\$ 0.33) (2015: SEK -10.03 (US\$ -1.21)).

STATEMENT OF FINANCIAL POSITION

The Group's net assets are still negative at the end of the reporting period. This is due to the accumulated net losses of previous periods. However, the Parent Company carries positive net assets and impairment tests on the parent level show no impairment indications. The Company possesses sufficient gold reserves for stable gold production of 1 ton annually and plans to reduce costs. At the year end December 31, 2016 impairment tests performed at the Group level showed no indications of impairment.

During the period, operating activity was financed by gold sales, fee received under the management contract with Valunisty, reimbursement of VAT and short term borrowings.

Trade accounts payable reduced by 72% compared to the beginning of 2016 and amounted to MSEK 6.322 (US\$ 0.695 m).

In 2016, the Company repaid a part of a bank loan debt of MSEK 44.911 (US\$ 5.223 m) and paid interest expenses of MSEK 39.354 (US\$ 4.554 m). As of 31 December, 2016, total bank debt was MSEK 355.233 (US\$ 39.049 m).

The consolidated cash balance as of December 31, 2016 was MSEK 37.959 (US\$ 4.173 m) (December 31, 2015 - MSEK 0.361 (US\$ 0.043 m)).

Chief Financial Officer
Alexander Buchnev



Other financial information

We are reporting all our financial numbers in SEK and in US dollars. The exchange rates used in this report are US\$/SEK 8.4567, 8.2115, 8.5204 and 9.042 for Q1 2016, Q2 2016, Q3 2016 and Q4 2016 P&L accounts and 9.0971 for the statement of financial position as of December 31, 2016. For Q1 2015, Q2 2015, Q3 2015 and Q4 2015 accounts US\$/SEK 8.3365, 8.4212, 8.4789 and 8.4991 for P&L and US\$/SEK 8.3524 for the statement of financial position as of December 31, 2015 was used.

SEGMENT INFORMATION

The company accounts for segments in accordance with IFRS 8. At present the company has only one segment, as only one product, gold, is produced and all operations are performed in one economic environment, Russia.

TRANSACTIONS WITH RELATED PARTIES

The nominal amount of bond liability to Golden Impala as of December 31, 2016 is MSEK 416.723 (US\$ 45.808 m). The fair value of bond liability to Golden Impala as of December 31, 2016 is MSEK 393.764 (US\$43.285 m).

The loan liability to Mr. Preston Haskell as of December 31, 2016 is MSEK 55.158 (US\$ 6.063 m).

Accrued interest expenses for transactions with related parties in 12 months 2016 amounted to MSEK -21.323 (US\$ -2.492 m), including interest of MSEK -9.358 (US\$ -1.094) accrued at a discount rate of 9% p.a. for the convertible part of the bond liability.

EMPLOYEES

The group had on average 508 employees during the reporting period. As of 31 December 2016 the number of employees in the group was 525 (517 as of December 31, 2015).

CAPITAL STRUCTURE

The number of issued shares at the end of the reporting period amounted to 17,802,429. The limits of the share capital are a minimum of MSEK 2.0 and a maximum of MSEK 8.0 and the quota value of each share is SEK 0.1125 (US\$ 0.0130). 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 has no income other than interest on loans extended to the subsidiaries and fee under the intercompany consulting services contract.

RESTATEMENT

Certain amounts in the interim financial statements hereunder do not correspond to the interim financial statements for the respective period of 2015 and caused by changes in accounting policy of Parent Company via application of the Swedish regulation RFR 2. Since January 1, 2016 paragraph relating to the application of IAS 21 The Effects of Changes in Foreign Exchange was removed that means that the exchange differences on monetary items that form part of a company's net investment in a foreign operation should be recognized in income statement in accordance with IAS 21, p. 32 and not in other comprehensive income.

In the Parent company account such exchange differences were reported in a fair value reserve (translation difference reserve) in equity till January 1, 2016.

With regards to the above, the financial statements have been restated for 2015. The restatement had effect on the reported net income for the Parent company, while the total equity remained unchanged. For the specification please see the table below:

EFFECT OF CHANGES IN ACCOUNTING PRINCIPLES ON PARENT COMPANY'S FINANCIAL STATEMENTS

Effect of restatement for 12 months 2015	2015 as previously reported TSEK	Effect of changes in accounting principles TSEK	2015 as restated TSEK	2015 as previously reported US\$ 000	Effect of changes in accounting principles US\$ 000	2015 as restated US\$ 000
Income Statement						
Net financial items	79,895	(26,011)	53,884	9,472	(3,084)	6,388
Statement of Comprehensive Income						
Net profit/loss for the period	71,958	(26,011)	45,947	8,531	(3,084)	5,447
Translation differences	(26,011)	26,011	-	(4,472)	3,084	(1,388)

Effect of restatement for Q4 2015	Q4 2015 as previously reported	Effect of changes in accounting principles	Q4 2015 as restated	Q4 2015 as previously reported	Effect of changes in accounting principles	Q4 2015 as restated
	TSEK	TSEK	TSEK	US\$ 000	US\$ 000	US\$ 000
Income Statement						
Net financial items	101,334	(21,395)	79,941	12,021	(2,535)	9,486

Statement of Comprehensive Income						
Net profit/loss for the period	99,252	(21,395)	77,858	11,775	(2,535)	9,240
Translation differences	(21,395)	21,395	-	(2,375)	2,535	160

All amounts in TSEK	January 1, 2015 as previously reported	Effect of changes in accounting principles	January 1, 2015 as restated	December 31, 2015 as previously reported	Effect of changes in accounting principles	December 31, 2015 as restated
	TSEK	TSEK	TSEK	TSEK	TSEK	TSEK
Statement of changes in equity						
Translation difference reserve	(100,607)	100,607	-	(126,618)	126,618	-
Retained earnings	(566,522)	(61,073)	(627,595)	(608,112)	(100,607)	(708,719)
Net result for the period	(41,590)	(39,534)	(81,124)	71,958	(26,011)	45,947

All amounts in US\$ 000	January 1, 2015 as previously reported	Effect of changes in accounting principles	January 1, 2015 as restated	December 31, 2015 as previously reported	Effect of changes in accounting principles	December 31, 2015 as restated
	US\$ 000	US\$ 000	US\$ 000	US\$ 000	US\$ 000	US\$ 000
Statement of changes in equity						
Translation difference reserve	(19,332)	15,139	(4,193)	(23,804)	18,223	(5,581)
Retained earnings	(86,950)	(9,374)	(96,324)	(93,015)	(15,139)	(108,154)
Net result for the period	(6,065)	(5,765)	(11,830)	8,531	(3,084)	5,447

INCOME AND RESULT OF THE PARENT COMPANY

In 2016 the parent company signed a new agreement with the subsidiary company for consulting services. Revenue for these services was MSEK 1.283 (US\$ 0.150 m).

The operating loss for 12 months 2016 was MSEK -5.735 (US\$ -0.669 m) compared to 12 months 2015 of MSEK -7.938 (US\$ -0.941 m).

Net financial items for 12 months 2016 amounted to MSEK 16.714 (US\$ 1.953 m) (12 months 2015

MSEK 53.884) (US\$ 6.388 m)) and include interest expenses related to Golden Impala (the Shareholder's) bond of MSEK -17.044 (US\$ -1.992 m), interest expenses of MSEK -4.279 (US\$ -0.500 m) from a short term loan received from Mr. Preston Haskell. These expenses were compensated by intergroup loan interest income in amount of MSEK 7.928 (US\$ 0.927 m) and net forex gain of MSEK 30.109 (US\$ 3.518 m).

Net financial items for 12 months 2015 included a non-cash net income of MSEK 103.562 (US\$ 12.278 m) after reversal of earlier impairment of investments in Tardan, partially offset by impairment provision of

investments in Solcocon. There were no indications of impairment for year 2016.

Net result for 12 months 2016 amounted to MSEK 10.980 (US\$ 1.284 m) compared to 12 months 2015 of MSEK 45.947 (US\$ 5.447 m).

FINANCIAL POSITION OF THE PARENT COMPANY

The increase in financial fixed assets was due to RUR appreciation against SEK by 24%.

Cash balance in the Parent Company was MSEK 0.057 (US\$ 0.006 m) as of 31 December 2016 (31 December 2015 MSEK 0.073 (US\$ 0.009 m)).

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 69 in the annual report for financial year 2015. The evaluations and estimations made by the board of directors and management in preparing the interim report are described on page 77 in the annual report for 2015.

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 2015.

The same accounting principles are applied in this interim report as in the annual report 2015 with the exceptions described in the paragraph "Restatement" above.

RISKS AND UNCERTAINTIES ASSOCIATED WITH THIS INTERIM REPORT

The group's risk exposure is presented on page 96 of the 2015 annual report. The Board of Directors believes that the most important risk factors for the time being are:

- a. Gold price risk: The fluctuations of the international gold price directly influence the revenues of a gold producing company.

- b. Currency risk: Auriant Mining operations and reporting is influenced by the gold price which is quoted in US\$, whereas production costs are in RUB, and reporting in SEK. Fluctuations in exchange rates could have a major impact on both local operational results and the SEK reported results.
- c. Inflation risk: The Russian economy has been subject to significant inflation pressure during the last few years. This directly impacts on the production costs in a gold mining company.
- d. Geological risk: The recoverable gold reserves of a gold exploration and production company are influenced by geological and economic factors. The estimation of reserves is therefore at all times dependent on the international gold price, costs associated with the extraction of the gold, etc. Therefore the estimated gold reserves of any gold company may change at any point in time. In particular the alluvial subsidiaries of the Auriant Mining group are sensitive to cost increases.
- e. Financial and project risk: Auriant Mining AB is a gold mining company and is involved in production of gold as well as exploration. The company is still dependent on external financing for the development of its business. If the availability of external financing were to be reduced it would negatively influence the future outlook of the company. The currently poor sentiments on global capital markets must be taken in to account.
- f. Legal risks: Auriant Mining operates in a complicated and challenging legal environment in Russia. Changes in the interpretations of tax legislation and in the legal environment may have significant impact on the company.

EVENTS AFTER THE REPORTING PERIOD

In 2016 the Company received a letter from Kronofogdemyndigheten (KFM) regarding KFM's decision to take ownership of the debt owed by Auriant Mining to Mr. Preston Haskell, a related party. As of December 31, 2016 the loan liability to Mr. Preston Haskell was MSEK 55.158 (US\$ 6.063 m).

In 2017 Auriant Mining AB has reached an agreement with KFM regarding a repayment schedule for the debt. Under the agreement, the debt will be paid by the Company to KFM in accordance with the following schedule: US\$ 1.0 m in Q3 2017, US\$ 1.0 m in Q4 2017, US\$ 2.0 m in the 2nd half of 2018, and the remaining amount by the end of 2019. From 2017 the interest rate on the debt is 2% p.a.

12 months 2016 operational update

HIGHLIGHTS

- **Total 2016 gold production**, including gravitational plant production, was on target and **increased by 31% to 1,078 kg (34,669 oz)**, compared to 823 kg (26,468 oz) in 2015.
- **Tardan gravitational plant produced 145 kg (4,657 oz) of gold**, an increase of 60% compared to 2015 – 90 kg (2,904 oz). **Heap leach production at Tardan increased by 28% to 933 kg (30,011 oz)**, compared to 727 kg (23,372 oz) in 2015.
- **Gold grade in the ore mined in 2016 was 4.04 g/t, a 33% increase** on that achieved in prior period (3.03 g/t).
- In 2016, **the drilling programme** at the Pravoberezhny deposit within Greater Tardan area **was completed**. A **preliminary estimate** of additional **resources** discovered during this drilling campaign **amounts to 4.2 tonnes of gold** with an average grade of 3.31 g/t.
- Auriant has completed a resource estimate of the **Kara-Beldyr** deposit in accordance with **JORC**. Total **gold resources** (both indicated and inferred) **amounts to 25.6 tonnes of gold**.

PRODUCTION

Production unit	12m 2016		12m 2015		Change		
	kg*	oz	kg*	oz	kg*	oz	%
Hard rock							
Tardan (gravitational)	145	4,657	90	2,904	55	1,754	60%
Tardan (heap leach)	933	30,011	727	23,372	207	6,640	28%
Solcocon	-	-	6	193	-6	-193	-100%
Total	1,078	34,669	823	26,468	255	8,201	31%

*Rounded to the nearest amount.

TARDAN

		12m 2016	12m 2015	Change	
Mining					
Waste stripping	000 m3	3,085	2,941	144	5%
Ore mined	000 tonnes	418	449	-31	-7%
Average grade	g/t	4.04	3.03	1.01	33%
Gravitation					
Throughput	000 tonnes	77	46	31	67%
Average grade	g/t	7.48	6.55	0.93	14%
Recovery	%	25.0%	29.7%	-4.7%	-16%
Gold produced	kg*	145	90	55	60%
Heap Leach					
Crushing					
Ore	000 tonnes	322	428	-106	-25%
Grade	g/t	3.22	2.60	0.62	24%
Stacking					
Ore	000 tonnes	322	428	-106	-25%
Grade	g/t	3.22	2.60	0.62	24%
Tailings	000 tonnes	63	66	-3	-4%
Grade	g/t	4.83	3.06	1.77	58%
Gold in ore and tailings stacked	kg	1,342	1,314	29	2%
Gold produced	kg*	933	727	207	28%
Warehouse on December 31					
Ore	000 tonnes	23	4	19	425%
Grade	g/t	3.28	3.05	0.23	7%
Tailings	000 tonnes	31	17	14	85%
Grade	g/t	4.91	4.67	0.24	5%

*Rounded to the nearest amount.

Financial reports

Consolidated income statement

	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015
	TSEK	TSEK	TSEK	TSEK	US\$ 000	US\$ 000	US\$ 000	US\$ 000
Revenue	86,735	91,919	371,610	282,841	9,601	10,815	43,380	33,429
Cost of sales	(55,062)	(76,407)	(222,260)	(241,615)	(6,085)	(9,007)	(25,962)	(28,683)
Gross profit	31,673	15,512	149,350	41,226	3,516	1,808	17,418	4,746
General and administrative expenses	(8,911)	(9,029)	(23,505)	(32,120)	(985)	(1,063)	(2,725)	(3,768)
Other operating income	2,718	2,289	8,134	8,060	300	269	961	953
Other operating expenses	(444)	(3,339)	(2,038)	(8,565)	(50)	(392)	(238)	(1,012)
Items affecting comparability (Impairment of assets)	-	(118,276)	-	(118,276)	-	(14,216)	-	(14,216)
Operating profit/(loss)	25,036	(112,843)	131,941	(109,675)	2,781	(13,594)	15,416	(13,297)
Financial income	-	3,798	148	5,092	-	404	18	602
Financial expenses	(19,572)	(18,052)	(65,165)	(64,813)	(2,166)	(2,123)	(7,595)	(7,683)
Profit/(Loss) before income tax	5,464	(127,097)	66,924	(169,396)	615	(15,313)	7,839	(20,378)
Income tax	19,861	(10,327)	(11,860)	(9,201)	2,404	(1,245)	(1,355)	(1,116)
Net profit/(loss) for the period	25,325	(137,424)	55,064	(178,597)	3,019	(16,558)	6,484	(21,494)
Whereof attributable to:								
The owners of the parent company	25,325	(137,424)	55,064	(178,597)	3,019	(16,558)	6,484	(21,494)
Earnings per share before dilution (SEK, US\$)	1.42	(7.72)	3.09	(10.03)	0.17	(0.93)	0.36	(1.21)
Earnings per share after dilution (SEK, US\$)	1.28	(7.72)	2.79	(10.03)	0.15	(0.93)	0.33	(1.21)
Number of shares issued at period end	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429
Average number of shares for the period	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429	17,802,429
Average number of shares for the period after dilution	19,740,025	20,323,363	19,740,025	20,323,363	19,740,025	20,323,363	19,740,025	20,323,363

Consolidated statement of comprehensive income

	Q4 Oct-Dec 2016 TSEK	Q4 Oct-Dec 2015 TSEK	12 months Jan-Dec 2016 TSEK	12 months Jan-Dec 2015 TSEK	Q4 Oct-Dec 2016 US\$ 000	Q4 Oct-Dec 2015 US\$ 000	12 months Jan-Dec 2016 US\$ 000	12 months Jan-Dec 2015 US\$ 000
Net profit/loss for the period	25,325	(137,424)	55,064	(178,597)	3,019	(16,558)	6,484	(21,494)
Other comprehensive income								
Translation difference	(12,415)	(11,205)	(9,261)	(55,324)	859	(1,426)	2,804	(4,494)
Total comprehensive income for the period	12,910	(148,629)	45,803	(233,921)	3,878	(17,984)	9,288	(25,988)

Consolidated statement of financial position

	December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
	TSEK	TSEK	US\$ 000	US\$ 000
ASSETS				
FIXED ASSETS				
Intangible fixed assets	168,583	163,601	22,575	23,081
Tangible fixed assets	199,648	206,087	21,897	24,506
Stripping assets	36,400	19,505	4,001	2,335
Deferred tax assets	45,332	52,375	5,211	6,270
Total fixed assets	449,963	441,568	53,684	56,192
CURRENT ASSETS				
Materials	12,470	7,911	1,370	946
Work in progress	44,683	32,159	4,912	3,850
Finished products	14,563	312	1,601	37
Current receivables	36,219	43,756	3,981	5,246
Advanced paid	9,324	2,826	1,025	338
Cash and cash equivalents	37,959	361	4,173	43
Total current assets	155,218	87,325	17,062	10,460
TOTAL ASSETS	605,181	528,893	70,746	66,652
EQUITY AND LIABILITIES				
EQUITY				
Share capital	2,003	2,003	307	307
Additional paid in capital	397,382	397,634	59,808	59,838
Retained earnings	(552,114)	(607,178)	(77,603)	(84,087)
Translation difference reserve	(155,530)	(146,269)	(12,910)	(15,714)
TOTAL EQUITY	(308,259)	(353,810)	(30,398)	(39,656)
LONG TERM LIABILITIES				
Deferred tax liabilities	9,500	13,339	1,777	2,224
Bank loans and other notes	134,934	167,652	14,833	20,073
Lease payable	1,227	5,772	135	691
Debt to shareholder	393,764	344,894	43,285	41,293
Other long-term liabilities	63,367	50,329	6,966	6,026
Total long term liabilities	602,792	581,986	66,995	70,307
CURRENT LIABILITIES				
Trade accounts payable	6,322	20,500	695	2,454
Bank loans payable	223,320	204,940	24,549	24,537
Lease payable	6,392	5,624	703	673
Shareholder loans payable	55,158	46,466	6,063	5,563
Other current liabilities	19,456	23,187	2,139	2,774
Total current liabilities	310,648	300,717	34,149	36,001
TOTAL EQUITY AND LIABILITIES	605,181	528,893	70,746	66,652

Consolidated statement of changes in equity

Attributable to the shareholders of the parent company

All amounts in TSEK	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Total equity
Equity as at December 31, 2014	200,277	162,982	(90,946)	(428,581)	(156,268)
Comprehensive income					
Net profit/loss for the period				(178,597)	(178,597)
Other comprehensive income			(55,323)		(55,323)
Total comprehensive income for the period	-	-	(55,323)	(178,597)	(233,920)
Transactions with owners in their capacity as owners					
Reduction in share capital	(198,274)	198,274			-
Convertible part of bond		35,156			35,156
Warrants and options issue		1,222			1,222
Total transactions with owners in their capacity as owners	(198,274)	234,652	-	-	36,378
Equity as at December 31, 2015	2,003	397,634	(146,269)	(607,178)	(353,810)
Comprehensive income					
Net profit/loss for the period				55,064	55,064
Other comprehensive income			(9,261)		(9,261)
Total comprehensive income for the period	-	-	(9,261)	55,064	45,803
Transactions with owners in their capacity as owners					
Warrants and options issue		(252)			(252)
Total transactions with owners in their capacity as owners	-	(252)	-	-	(252)
Equity as at December 31, 2016	2,003	397,382	(155,530)	(552,114)	(308,259)

Consolidated statement of changes in equity

Attributable to the shareholders of the parent company

All amounts in US\$'000	Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Total equity
Equity as at December 31, 2014	30,738	24,997	(11,220)	(62,593)	(18,078)
Comprehensive income					
Net profit/loss for the period				(21,494)	(21,494)
Other comprehensive income			(4,494)		(4,494)
Total comprehensive income for the period	-	-	(4,494)	(21,494)	(25,988)
Transactions with owners in their capacity as owners					
Reduction in share capital	(30,431)	30,431			-
Convertible part of bond		4,265			4,265
Warrants and options issue		145			145
Total transactions with owners in their capacity as owners	(30,431)	34,841	-	-	4,410
Equity as at December 31, 2015	307	59,838	(15,714)	(84,087)	(39,656)
Comprehensive income					
Net profit/loss for the period				6,484	6,484
Other comprehensive income			2,804		2,804
Total comprehensive income for the period	-	-	2,804	6,484	9,288
Transactions with owners in their capacity as owners					
Warrants and options issue		(30)			(30)
Total transactions with owners in their capacity as owners	-	(30)	-	-	(30)
Equity as at December 31, 2016	307	59,808	(12,910)	(77,603)	(30,398)

Consolidated cash flow statement

	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015
	TSEK	TSEK	TSEK	TSEK	US\$ 000	US\$ 000	US\$ 000	US\$ 000
OPERATING ACTIVITIES								
Receipts from customers	87,744	86,747	389,568	271,694	9,704	10,207	45,544	32,042
VAT and other reimbursement	8,223	8,596	28,236	33,012	909	1,011	3,295	3,915
Payments to suppliers	(42,998)	(32,952)	(169,780)	(156,416)	(4,755)	(3,877)	(19,893)	(18,524)
Payments to employees and social taxes	(15,572)	(19,079)	(64,820)	(74,796)	(1,722)	(2,245)	(7,595)	(8,860)
Income tax paid	-	-	(219)	(107)	-	-	(27)	(13)
Other taxes paid	(10,487)	(8,747)	(33,420)	(29,124)	(1,160)	(1,029)	(3,897)	(3,446)
Net cash flows from/(used in) operating activities	26,910	34,566	149,566	44,264	2,976	4,067	17,429	5,113
INVESTING ACTIVITIES								
Purchase and construction of property plant and equipment	(1,258)	(10)	(12,222)	(746)	(139)	(1)	(1,448)	(89)
Exploration and research works	(2,185)	-	(8,034)	(242)	(242)	-	(943)	(29)
Net cash flows used in investing activities	(3,443)	(10)	(20,256)	(989)	(381)	(1)	(2,391)	(117)
FINANCING ACTIVITIES								
Proceeds from borrowings, net	-	-	20,531	29,474	-	-	2,500	3,500
Repayment of borrowings, net	-	(19,833)	(65,442)	(27,382)	-	(2,334)	(7,723)	(3,245)
Interest paid	(13,813)	(13,043)	(39,354)	(36,130)	(1,528)	(1,535)	(4,554)	(4,535)
Lease payments	(2,672)	(2,411)	(9,711)	(10,867)	(296)	(284)	(1,134)	(1,288)
Other finance expenses	-	(62)	113	(309)	-	(7)	14	(37)
Net cash from/(used in) financing activities	(16,485)	(35,348)	(93,864)	(45,213)	(1,823)	(4,159)	(10,899)	(5,604)
Net increase/(decrease) in cash and cash equivalents	6,982	(792)	35,446	(1,938)	773	(93)	4,140	(609)
Net foreign exchange difference	47	(148)	2,152	(2,412)	(188)	(36)	(10)	49
Opening balance cash and cash equivalents	30,930	1,301	361	4,711	3,588	173	43	603
Closing balance cash and cash equivalents	37,959	361	37,959	361	4,173	43	4,173	43

Consolidated Key Ratios

	12 months	12 months	12 months	12 months	Definitions
	Jan-Dec 2016	Jan-Dec 2015	Jan-Dec 2016	Jan-Dec 2015	
	TSEK	TSEK	US\$ 000	US\$ 000	
Total assets	605,181	528,893	70,746	66,652	Total assets at period end
Total equity	(308,259)	(353,810)	(30,398)	(39,656)	Total equity including non controlling interest at period end
Interest bearing debt	834,727	808,191	91,758	96,818	Total interest bearing debt at the period end
Employees at period end	525	517	525	517	
EBITDA	188,462	86,868	22,004	10,267	Earnings Before Interest, Tax, Depreciation, Amortization and any Impairment.
Per share data					
Earnings per share (SEK, USD)	3.09	(10.03)	0.36	(1.21)	Net result after tax for the period divided by the divided by the average number of outstanding shares at the period end
Equity per share (SEK, USD)	(17.32)	(19.87)	(1.71)	(2.23)	Equity excluding non controlling interests at the period end divided by the number of outstanding shares at the period end
Return on equity (%)	16.6%	-70.0%	18.5%	-74.5%	Net result after tax for the period divided by the average total equity for the same period

Parent company income statement

	Q4 Oct-Dec 2016 TSEK	Q4 Oct-Dec 2015* TSEK	12 months Jan-Dec 2016 TSEK	12 months Jan-Dec 2015* TSEK	Q4 Oct-Dec 2016 US\$ 000	Q4 Oct-Dec 2015* US\$ 000	12 months Jan-Dec 2016 US\$ 000	12 months Jan-Dec 2015* US\$ 000
Income								
Operating income	1,283	-	1,291	90	150	-	151	11
Total income	1,283	-	1,291	90	150	-	151	11
Operating costs								
External expenses	(2,260)	(1,805)	(4,719)	(5,408)	(258)	(213)	(551)	(641)
Employee benefit expenses	(297)	(277)	(2,306)	(2,619)	(30)	(33)	(269)	(311)
Total operating costs	(2,557)	(2,083)	(7,025)	(8,028)	(288)	(246)	(820)	(952)
Operating profit/loss	(1,273)	(2,083)	(5,735)	(7,938)	(138)	(246)	(669)	(941)
Net financial items	304	79,941	16,714	53,884	(1)	9,486	1,953	6,388
Profit/loss before income tax	(970)	77,858	10,980	45,947	(139)	9,240	1,284	5,447
Income tax	-	-	-	-	-	-	-	-
Net profit/loss for the period	(970)	77,858	10,980	45,947	(139)	9,240	1,284	5,447

*Amounts were restated. For details, refer to "Restatement" paragraph above.

Parent company statement of comprehensive income

	Q4 Oct-Dec 2016 TSEK	Q4 Oct-Dec 2015* TSEK	12 months Jan-Dec 2016 TSEK	12 months Jan-Dec 2015* TSEK	Q4 Oct-Dec 2016 US\$ 000	Q4 Oct-Dec 2015* US\$ 000	12 months Jan-Dec 2016 US\$ 000	12 months Jan-Dec 2015* US\$ 000
Net profit/loss for the period	(970)	77,858	10,980	45,947	(139)	9,240	1,284	5,447
Translation differences	-	-	-	-	(1,441)	160	(2,328)	(1,388)
Total comprehensive income for the period	(970)	77,858	10,980	45,947	(1,580)	9,400	(1,044)	4,059

*Amounts were restated. For details, refer to "Restatement" paragraph above.

Parent company statement of financial position

	December 31, 2016	December 31, 2015*	January 1, 2015*	December 31, 2016	December 31, 2015*	January 1, 2015*
	TSEK	TSEK	TSEK	US\$ 000	US\$ 000	US\$ 000
ASSETS						
FIXED ASSETS						
Financial fixed assets	690,488	626,406	522,219	75,902	74,997	67,016
Total fixed assets	690,488	626,406	522,219	75,902	74,997	67,016
CURRENT ASSETS						
Current receivables	1,949	268	291	214	32	37
Cash and bank	57	73	705	6	9	90
Total current assets	2,006	341	996	220	41	127
TOTAL ASSETS	692,494	626,747	523,215	76,122	75,038	67,143
EQUITY AND LIABILITIES						
Total equity	240,604	229,876	147,552	26,448	27,522	19,054
Long term liabilities	394,658	345,788	340,422	43,383	41,400	43,578
Current liabilities	57,232	51,083	35,241	6,291	6,116	4,511
TOTAL EQUITY AND LIABILITIES	692,494	626,747	523,215	76,122	75,038	67,143

*Amounts were restated. For details, refer to "Restatement" paragraph above.

Parent company statement of changes in equity

(All amounts in TSEK)	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
Equity as at January 1, 2015 Restated*	200,277	68,032	587,962	-	(627,595)	(81,124)	147,552
Profit/loss brought forward					(81,124)	81,124	-
Comprehensive income							
Net profit/loss for the period						45,947	45,947
Other comprehensive income				-			-
Total comprehensive income for the period	-	-	-	-	-	45,947	45,947
Transactions with owners in their capacity as owners							
Reduction in share capital	(198,274)	198,274					-
Convertible part of bond			35,156				35,156
Warrants and options issue			1,222				1,222
Total transactions with owners in their capacity as owners	(198,274)	198,274	36,378	-	-	-	36,378
Equity as at December 31, 2015 Restated*	2,003	266,306	624,340	-	(708,719)	45,947	229,876
Profit/loss brought forward					45,947	(45,947)	-
Comprehensive income							
Net profit/loss for the period						10,980	10,980
Other comprehensive income				-			-
Total comprehensive income for the period	-	-	-	-	-	10,980	10,980
Transactions with owners in their capacity as owners							
Warrants and options issue			(252)				(252)
Total transactions with owners in their capacity as owners	-	-	(252)	-	-	-	(252)
Equity as at December 31, 2016	2,003	266,306	624,088	-	(662,772)	10,980	240,604

Parent company statement of changes in equity

(All amounts in US\$ 000)	Share capital	Statutory reserve	Share premium reserve	Translation difference reserve	Retained earnings	Net income for the period	Total equity
Equity as at January 1, 2015 Restated*	30,738	10,441	90,222	(4,193)	(96,324)	(11,830)	19,054
Profit/loss brought forward					(11,830)	11,830	-
Comprehensive income							
Net profit/loss for the period						5,447	5,447
Other comprehensive income				(1,388)			(1,388)
Total comprehensive income for the period	-	-	-	(1,388)	-	5,447	4,059
Transactions with owners in their capacity as owners							
Reduction in share capital	(30,431)	30,431					-
Convertible part of bond			4,265				4,265
Warrants and options issue			145				145
Total transactions with owners in their capacity as owners	(30,431)	30,431	4,410	-	-	-	4,410
Equity as at December 31, 2015 Restated*	307	40,872	94,632	(5,581)	(108,154)	5,447	27,522
Profit/loss brought forward					5,447	(5,447)	-
Comprehensive income							
Net profit/loss for the period						1,284	1,284
Other comprehensive income				(2,328)			(2,328)
Total comprehensive income for the period	-	-	-	(2,328)	-	1,284	(1,044)
Transactions with owners in their capacity as owners							
Warrants and options issue			(30)				(30)
Total transactions with owners in their capacity as owners	-	-	(30)	-	-	-	(30)
Equity as at December 31, 2016	307	40,872	94,602	(7,909)	(102,707)	1,284	26,448

*Amounts were restated. For details, refer to "Restatement" paragraph above.

Parent company cash flow statement

	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015	Q4 Oct-Dec 2016	Q4 Oct-Dec 2015	12 months Jan-Dec 2016	12 months Jan-Dec 2015
	TSEK	TSEK	TSEK	TSEK	US\$ 000	US\$ 000	US\$ 000	US\$ 000
OPERATING ACTIVITIES								
Receipts from customers	-	-	-	-	-	-	-	-
VAT and other reimbursement	-	25	72	565	-	3	9	67
Payments to suppliers	(1,649)	(815)	(8,205)	(4,978)	(182)	(96)	(961)	(590)
Payments to employees and the Board members	(289)	(635)	(1,765)	(2,581)	(32)	(75)	(208)	(306)
Income tax paid	-	-	-	-	-	-	-	-
Other taxes paid	-	-	-	-	-	-	-	-
Net cash flows used in operating activities	(1,938)	(1,425)	(9,898)	(6,994)	(214)	(168)	(1,161)	(829)
INVESTING ACTIVITIES								
Borrowings given	-	(3,317)	-	(11,640)	-	(390)	-	(1,377)
Net cash flows used in investing activities	-	(3,317)	-	(11,640)	-	(390)	-	(1,377)
FINANCING ACTIVITIES								
Proceeds from borrowings	1,410	4,587	9,922	17,999	156	540	1,180	2,129
Repayment of borrowings	-	-	-	-	-	-	-	-
Net cash from financing activities	1,410	4,587	9,922	17,999	156	540	1,180	2,129
Net increase/(decrease) in cash and cash equivalents	(527)	(154)	24	(636)	(58)	(18)	19	(76)
Net foreign exchange difference	-	(14)	(41)	4	(3)	(2)	(22)	(5)
Opening balance cash and cash equivalents	584	242	73	705	68	29	9	90
Closing balance cash and cash equivalents	57	73	57	73	6	9	6	9

Additional Information

PROPOSAL FOR PROFIT DISTRIBUTION

The Board of Directors and the Chief Executive Officer propose that Company's accumulated income for 2016 is carried forward and that no dividend is paid for the financial year.

NEXT REPORTS DUE

2016 Annual Report:

[April 21, 2017](#)

Interim report (1) January – March 2017:

[May 31, 2017](#)

Interim report (2) April – June 2017:

[August 25, 2017](#)

Interim report (3) July – September 2017:

[November 30, 2017](#)

Interim report (4) October – December 2017:

[February 28, 2018](#)

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 one operating mine (Tardan), one early stage exploration asset and two development assets.

Since July 19, 2010, Auriant Mining's shares are traded on First North Premier at the NASDAQ OMX Nordic Exchange 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, February 28, 2017

Auriant Mining AB (publ.)

Lord Daresbury
Chairman of the Board

Preston Haskell
Board Member

Ingmar Haga
Board Member

Sergey Ustimenko
CEO

This quarterly report has not been reviewed by the 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.