Auriant Mining AB (publ)

Interim report for the period from January – December 2013

Highlights:

- **Total production of gold for the reporting period increased by 78% to 1,142 kg (36,716 oz) from 642 kg (20,640 oz) in 2012.**
- **Consolidated revenue from gold and gold equivalents for 2013 increased by 41% to MSEK 329 (US$ 50.5 m) compared to the 2012 amount of MSEK 234 (US$ 35.9 m).EBITDA for the period was negative at MSEK -35.1 (US$ -5.4 m) compared to 2012 of MSEK -26.7 (US$ -4.1 m).**
- **The net result after tax for the period was MSEK -128.9 (US$ -19.8 m) compared to 2012 in amount of MSEK -105.9 (US$ -16.2 m). Earnings per share before and after dilution for 2013 were equal to SEK -7.24 (US$ -1.11) compared to 2012 – SEK -6.01 (US$ -0.92).**

Key developments post period end:

- **The Group agreed to reduce the interest rate on the debt from the Shareholder to 10%.**

Comments by the CEO

Dear Auriant Stakeholders,

2013 was a difficult year for the industry although it was the year Auriant Mining established itself as a gold producer. Over the year we finalised our capital investments in Tardan and Solcocon and completed an aggressive exploration program at Tardan, focusing on increasing reserves, all in the first quarter before the gold price took an unexpected hit. Overall, we invested around US$ 10 mln (MSEK 66) during 2013, which allows us to look with confidence at the future of Tardan and Auriant Mining.

Our production achieved 1,142 kg (36,716 oz) of gold for the year, an increase of of 78% on the previous year, with Tardan contributing 658 kg of 2013 production at a total cash cost of US$ 1,239 per ounce. This is a good result for the first full year of Tardan production, although this production represented less than 60% of installed capacity. Now that all of the major capex is behind us and all production processes are working properly, we can concentrate our efforts on improving efficiencies and the economics of the operation.

Our Solcocon mine went through renovations in 2013 but unfortunately missed most of the production season due to the late arrival of ore crushing equipment and subsequent delays in commissioning. As a result, production at Solcocon was only 107 kg (3,440 oz) of gold instead of the planned 250 kg leading to a loss. This was partly offset by a good season in alluvial production at Gold Borzya, which produced 377 kg (12,121 oz) of gold at a profit.

2013 is the first year reporting our cash costs per ounce as this is the first full year of Tardan production. In order to establish a correct basis for reporting we have implemented IFRIC 20 "Stripping Costs in the Production Phase of a Surface Mine" and had to look back and adjust our prior periods, resulting in a restatement of opening balances. These are explained in more detail further in this interim report. As we have now established a benchmark for reporting cash costs, going forward we can meaningfully compare production costs. We believe that the current levels of total cash costs can be significantly improved through achieving production scale as well as through cost reduction measures taking place at both the mine sites and at the head office.

Having committed US$ 10 mln for investments in the first quarter of 2013 we were faced with some liquidity constraints due to the dramatic fall in gold prices during the year. These constraints were offset through the restructuring of our bank debts and additional borrowings, which become possible due to our increased gold production. Our objective in 2014 will be to further restructure the bank debt making it long term and amortize it over the next 3 - 4 years.

One of the biggest effects on our bottom line was from interest charged on the shareholder loan which, including capitalized interest, amounted to US$ 40 mln as at the end of December 2013. As part of the restructuring of the loan in 2012 we agreed with the shareholder that the interest rate will be lowered from 18% to 13% if the interest is partially paid. Following the drop in the gold prices in April 2013 we stopped paying interest on this shareholder loan in May and as a result average interest of 16% p.a. was accrued, resulting in a charge to the Profit and Loss account of US$ 5.8 mln which represented 29% of the net loss for the year. In addition, we have reached a principal agreement with the shareholder to further decrease the interest rate in 2014 to 10% p.a. with all of it being accrued and not paid. Although this shareholder debt is unsecured and subordinated to bank debts we also agreed to continue to investigate ways of further restructuring this debt.

Going forward, 2014 should be a year of positive cash flows with no major capital expenses, minimum exploration activity and increased production volumes, which we estimate will be in the range of 1,300 to 1,400 kg of gold for the year.

Denis Alexandrov

Chief Executive Officer

Comments by the CFO

Dear Stakeholders,

I'm pleased to present our interim financial statements for 2013. In this period we changed the format and started to disclose the consolidated income statement by function of expenses. We are reporting all our financial numbers in SEK and in US dollars. The exchange rates used in this report are US$/SEK 6.5140 for 2013 P&L accounts and 6.5084 for the balance sheet as of December 31, 2013. For 2012 accounts US$/SEK 6.5156 both for P&L and balance sheet accounts was used.

Certain amounts of interim financial statements shown here do not correspond to the 12M 2012 interim financial statements of 2012 report and reflect adjustments made as detailed in paragraph "Restatement" of the "Accounting principles and basis of preparation".

Income, result and financial position for the group

Income and result

Revenue from gold and gold equivalents grew by MSEK 94.837 (US$ 14.568 m) from MSEK 234.133 (US$ 35.934 m) to MSEK 328.970 (US$ 50.502 m) due to the following:

- An increase in the volume of gold sold from 617 kg (19,834 oz) in 2012 to 1,144 kg (36,779 oz) in 2013 which resulted in a positive influence on revenue in the amount of MSEK 151.565 (US$ 23.268 m) or 65%.
- The drop in the average gold price per oz from US$ 1,700 to US$ 1,373 resulted in negative effect on revenue by MSEK -56.728 (US$ -6.483 m) or 24%.

Cost of sales increased by MSEK -116.266 (US$ -17.858 m) from MSEK -247.003 (US$ -37.910 m) to MSEK-363.269 (US$ -55.767 m) due to the following:

- External expenses grew by MSEK -26.065 (US$ -4.002 m), mostly due to the increase of drilling and blasting services by MSEK -18.291 (US -2.808 m) both at Tardan and Solcocon and hiring of transportation contractors at Tardan in 2013 for MSEK -15.875 (US$ -2.437 m).
- Operator (Uryumkan) costs related to alluvial gold production increased by MSEK -47.804 (US$ -7.340 m) in line with the increase in production of alluvial gold. Uryumkan has been involved in alluvial gold production since August 2012.
- Mineral extraction and other taxes (property tax, vehicle tax) increased by MSEK -8.209 US$ -1.261 m, mostly due to the increase of mineral extraction tax correlated to the increase of revenue.
- In H1 2012 and H2 2012 gold production at Tardan was through the gravitational circuit and heap leach respectively, while in 2013 all production came from heap leaching, which requires the increased use of chemicals, cement and other materials. Further, over 2013 the Group significantly increased its mining activity compared to the previous

period, which resulted in overall increased consumption of fuel and spare parts. Thus, material expenses increased by MSEK -24.144 (US$ -3.755 m).
- Average number of employees at the production units grew from 686 in 2012 to 869 in 2013. Employee benefit expenses for the reporting period amounted to MSEK -87.178 (US$ -13.383 m) and increased by MSEK -20.853 (US$ -3.201 m) compared to the previous period, of which growth of MSEK -16.250 (US$ -2.495 m) is attributable to the launch of heap leach operations at Tardan and MSEK -6.046 (US$ -0.928 m) to the ramp up at Solcocon.
- Depreciation and amortization expenses increased by MSEK -6.611 (US$ -0.710 m) to MSEK -51.779 (US$ -7.949 m) and are mainly due to the commissioning of the heap leaching plant at Tardan.
- Slight decrease in work in progress by MSEK -1.413 (US$ -0.217 m) to MSEK -6.936 (US$ -1.065 m) correlates to the gold production activity and increased cost of sales.

General and administrative expenses represented by management expenses of Moscow and Stockholm, did not change significantly compared to 2012.

Other operating income in 2012 in amount of MSEK 21.516 (US$ 3.302 m) related to a gain as a result of the decrease of Auriant equity in Awilia Enterprises Ltd. (Kara-Beldyr) from 50% to 30%. In 2013 other operating income in amount of MSEK 10.759 (US$ 1.652 m) mainly consisted of services to external parties, mainly our contractors.

Other operating expenses for 2013 amounted to MSEK -19.995 (US$ -3.070 m) compared to MSEK -42.027 (US$ -6.450 m) in 2012. Other operating expenses in 2013 were represented by work in progress impairment at GRE-324 subsidiary in amount of MSEK -8.154 (US$-1.206 m) (MSEK –24.467 (US$ -3.755 m) for 2012), as well as bad debt provision, field services to employees, bank commissions and other services (each of which were not significant by themselves).

Financial income and expenses consist of foreign exchange difference and interest expenses. In 2013 there was a foreign exchange loss in the amount of MSEK -13.577 (US$ -2.084 m) mainly due to the appreciation of the US dollar vs. Russian rouble impacting on the US$ denominated bank loan at Tardan. In 2012 there was foreign exchange income in the amount of MSEK 15.958 (US$ 2.449 m). Interest expense for the reporting period amounted to MSEK -58.712 (US$ -9.013 m) vs. MSEK -47.813 (US$ -7.338 m) for 2012. The increase was as a result of additional financing received both at Tardan and Solcocon.

Income tax resulted in a gain for 2013 of MSEK 30.440 (US$ 4.673 m) compared to a loss of MSEK -0.219 (US$ -0.034 m) for 2012. The income tax gain relates to a change in deferred taxation at the subsidiary level and represents tax loss carry–forwards.

The net result after tax for 2013 was MSEK -128.964 (US$ -19.798 m) compared to 2012 of MSEK -105.891 (US$ -16.252 m). Earnings per share before and after dilution for the period were equal to SEK –7.24 (US$ -1.11) compared to 2012 of SEK -6.01 (US$ -0.92).

Financial position

Intangible assets grew by MSEK 15.549 (US$ 2.415 m) to MSEK 167.733 (US$ 25.772 m) at 31 December 2013 mostly due to the capitalization of exploration costs at Tardan in the amount of MSEK 22.460 (US$ 3.451 m) and of MSEK 9.507 (US$ 1.460 m) at GRE-324, as well as a decreased by amortization expenses for the period in amount of MSEK 13.728 (US$ 2.109) and negative translation difference due to the appreciation of the Swedish krona vs. Russian rouble in amount of MSEK -2.690 (US$ 0.413 m).

The increase in tangible assets to MSEK 246.655 (US$ 37.898 m) at 31 December 2013 is mainly explained by the acquisition of additional vehicle mining fleet and modernization of pit roads at Tardan for a total amount of MSEK 33.623 (US$ 5.229 m), renovation of equipment and new stacks at Solcocon in the amount of MSEK 15.600 (US$ 2.426), compensated by depreciation charge in the amount of MSEK -38.051 (US$ -5.841 m) and negative translation difference due to the appreciation of the Swedish krona vs. Russian rouble in amount of MSEK -3.590 (US$ 0.551 m).

The increase in financial fixed assets to MSEK 68.835 (US$ 10.576 m) as of December 31, 2013 is explained by an increase in deferred tax assets due to recognition of tax loss carry-forwards.

The decrease in inventories to MSEK 61.415 (US$ 9.436 m) as of 31 December 2013 is mainly due to the decrease of work in progress at Tardan. As of December 31, 2013 the stripping asset in amount of MSEK 13.262 (US$ 2.038 m) at Tardan pit was recognized as a current asset, as it will be amortized during 2014 production activity. Increase in current receivables was caused by input VAT balances to be reimbursed.

Cash and cash equivalents balance as of December 31 2012 was equal to MSEK 22.266 (US$ 3.417 m) and contained short term deposits at banks in amount of MSEK 19.104 (US$ 2.932 m), which were used for working capital financing in 2013. The balance of cash and cash equivalents as of the end of 2013 was MSEK 10.776 (US$ 1.656 m).

The decrease in long-term liabilities to MSEK 82.826 (US$ 18.321 m) as of 31 December 2013 (31 December 2012 MSEK 257.877 (US$ 39.578 m)) is mainly caused by reclassification of the bond payable to Golden Impala in the amount of MSEK 214.422 (US$ 32.909 m), a company related to the main Shareholder, into short-term (current) liabilities, compensated by new long term loan from Promsvyazbank in the amount of MSEK 31.432 (US$ 4.829 m), and long term lease payable for mining fleet in the amount of MSEK 18.651 (US$ 2.866 m) at Tardan.

Current liabilities are mainly represented by trade and other payables, bond, leases and loans. Overall increase of current liabilities by MSEK 349.745 (US$ 53.766 m) from MSEK 169.784 (US$ 26.058 m) at December 31, 2012 to MSEK 519.529 (US$ 79.824 m) at December 31, 2013 was mainly caused by reclassification of the bond payable to Golden Impala in amount of MSEK 214.422 (US$ 32.909 m) and its further increase during the reporting period by MSEK 33.457 (US$ 5.177 m) due to the capitalization of interest expenses, short term loan liability to Mr. Preston Haskell, related party, in the amount of MSEK 12.793 (US$ 1.966 m), increase of trade payables via purchases on credit by MSEK 18.117 (US$ 2.781 m), increase of short term bank loan liability by MSEK 60.694 (US$ 9.317 m) and increase of other payables by MSEK 10.262 (US$ 1.577 m).

Investments, liquidity and financing

During the reporting period almost all operating activities were financed via receipts from customers, VAT and other reimbursements. In 2013 the Group invested MSEK -66.186 (US$ -10.161 m) in its tangible assets and exploration works. Amount of interest and lease payments made in 2013 is MSEK -42.640 (US$ -6.546 m). Loans drown down during the period is equal to MSEK 107.535 (US$ 16.508 m).

As of 31 December 2013 total bank debt was equal to MSEK 221.883 (US$ 34.092 m).

Consolidated cash balance at 31 December 2013 was MSEK 10.776 (US$ 1.656 m) (31 December 2012 MSEK 22.266 (US$ 3.417 m)).

Dmitry Novikov
Chief Financial Officer

Other financial information

Segment information

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

Transactions with related parties

During the reporting period Auriant Mining made bond interest payments to Golden Impala, a company related to the ultimate controlling party of Auriant Mining, Preston Haskell, in the total amount of MSEK 4.918 (US$ 0.755 m). The bond liability to Golden Impala as of December 31, 2013 is MSEK 247.879 (US$ 38.086 m).

During the reporting period Auriant Mining received short term loans from Mr. Preston Haskell, related party, in amount of MSEK 18.239 (US$ 2.802 m) and repaid loans in amount of MSEK 5.960 (US$ 0.915 m). The loan liability to Mr. Preston Haskell as of December 31, 2013 is MSEK 12.793 (US$ 1.966).

Accrued interest expenses for transactions with related parties in 2013 amounted to MSEK -37.027 (US$ -5.684 m).

Employees

The group had on average 869 employees during reporting period. As of 31 December 2013 the number of employees in the group was 766 (716 as of December 31, 2012).

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 150 (US$ 23.088 m) and a maximum of MSEK 600 (US$ 92.352 m) and the quota value of each share is SEK 11.25 (US$ 1.73). 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 it usually has no income other than interest on loans extended to the subsidiaries from time to time or in respect of bank deposits.

Income and result

The operating loss for 2013 was MSEK -8.672 (US$ -1.331 m) compared to 2012 in amount of MSEK -3.437 (US$ -0.528 m). The change is mainly due to the fact that in 2012 the gain from the sale of 20% of the shares in Awilia Enterprises Ltd. to Centerra Gold was recognized in accordance with the JV agreement for the Kara Beldyr license area as Centerra in January 2012 earned the right to another 20% in the JV. Total operating expenses for 2013 amounted to MSEK -8.685 (US$ -1.333 m), in 2012 MSEK -11.499 (US$ -1.765 m).

Net financial items for 2013 amounted to MSEK -21.579 (US$ -3.313 m) (2012 MSEK -242.742) (US$ -37.256 m)) and include interest expense related to the Golden Impala bonds in amount of MSEK -36.532 (US$ -5.608 m) and interest expense in the amount of MSEK -0.495 (US$ -0.076 m) from short term loan received from Mr. Preston Haskell, compensated by intragroup loan interest income in amount of MSEK 17.756 (US$ 2.726 m).

Net result for 2013 amounted to MSEK -30.251 (US$ -4.644 m) compared to 2012 in amount of MSEK -246.179 (US$ -37.783 m).

Financial position

Increase of financial fixed assets is mainly caused by reclassification of intercompany debt to Tardan of MSEK 63.978 (US$ 9.830 m) into long-term liabilities.

Total cash balance in the Parent Company was MSEK 5.752 (US$ 0.884) as of 31 December 2013 (31 December 2012 MSEK 1.193 (US$ 0.183)).

Decrease in long-term liabilities is explained by reclassification of the bond liability to the related party, Golden Impala Ltd. to current liabilities in the amount of MSEK 214.422 (US$ 32.945 m) and its further increase during the reporting period by MSEK 33.457 (US$ 5.136 m) due to capitalisation of interest expenses, compensated by reclassification of intercompany debt to Tardan of MSEK 63.978 (US$ 9.830 m) from financial fixed assets line. Increase of current liabilities is also caused by obtaining a new loan from shareholder of MSEK 12.793 (US$ 1.966).

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 56 in the annual report for financial year 2012. The evaluations and estimations made by the board of directors and management in preparing the interim report are described on page 64 in the annual report for 2012.

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 2012.

The same accounting principles are applied in this interim report as in the annual report 2012 with the following exceptions due to new and updated standards and the application of IFRS 2.

IFRS 2
As of Q1 2013 the group has started to report employee incentive programs. The accounting for these is done in accordance to the standard IFRS 2.

A description of the incentive programs can be found in the annual report of 2012.

Accounting policy for incentive programs:

Programs where warrants are granted to the employees and vested immediately (Warrants 2012/2013 series I, Warrants 2012/2017 series I and Warrants 2012/2017 series II)

Measurement: A fair value for each share warrant has been calculated at the grant date. This has been done in accordance with the Black-Scholes model (warrants 2012/2013 series 1) and the Monte-Carlo simulation model for the 2012/2017 programs.

Recognition: Personnel costs and related equity (additional paid in capital) are recorded at the vesting date which corresponds to the grant date. All the above warrant programs have vested in full in Q1 2013.

Employee stock option programs granted to employees in Q1 2013 and vested over a service period (Warrants 2012/2017 series III and Warrants 2012/2017 series IIII)

Measurement: A fair value for each stock option has been calculated at the grant date. The value per option has been calculated with the Black-Scholes model.

Recognition: personnel costs and related equity are recognised over the vesting period which corresponds to the required service period for the employees. Each program consists of three tranches with separate vesting periods, i.e. in accounting terms making up 3 separate programs running simultaneously (with a 1, 2 and 3 year vesting period respectively). The cost is therefore recognized linearly for each tranche over the vesting period, meaning that the cost for the 1/3rd of the options that vest on November 12, 2013 is recognized in the first year, the cost for the 1/3rd of the options that vest on November 12, 2014 is recognized in the first two years, and the cost for the last 1/3rd of the options that vest on November 12, 2015 is recognized in all three years. This results in higher recognised personnel costs in the first accounting periods compared to the later periods under which the program runs.

When acquired warrants are used by employees to acquire shares and the company issues new shares, this is accounted for as any other share issuance.

IAS 1 Presentation of Financial Statements

The changed standard requires items in ”Other comprehensive Income” to be presented based on whether or not they subsequently may be reclassified to profit or loss. Therefore the interim report has a new heading in the statement for Other Comprehensive Income: “Items that may be reclassified subsequently to profit or loss”.

IFRS 7 and 13 in interim reporting

The interim reporting standard IAS 34 has been updated and states that some disclosures in IFRS 7 and 13, regarding fair value of financial instruments, shall be included in an interim report. The book values of financial instruments in Auriant's balance sheet are assumed to be equivalent to fair value.

Restatement

In 2013 the Group changed its accounting policy via application of the International Financial Reporting Interpretations Committee (IFRIC) 20 “Stripping Costs in the Production Phase of a Surface Mine”. This interpretation is effective for annual periods beginning on or after 1 January 2013. This interpretation applies to waste removal (stripping) costs incurred in surface mining activity, during the production phase of the mine. The interpretation addresses the accounting for the benefit from the stripping activity.

The Group also made corrections of accounting misstatements in 12 months 2012 accounts. Effect of restatement on consolidated 2012 Net loss is as follows:

Notes #	Net loss 2012 before restatement	TSEK	US$ 000
	Net loss 2012 before restatement	**(73,955)**	**(11,350)**
	Effect of restatement adjustments:		
1	Capitalized stripping works accounted for on the December 31, 2012 balance sheet, are written off in 2012 P&L in accordance with IFRIC 20 Interpretation	(8,746)	(1,342)
2	Reversal of options and warrants plans from 2013 accounts and recognition in 2012 P&L as related to 2012	(1,707)	(262)
3	Reversal of bonus expenses accounted for in 2013, but related to 2012 and its recognition in 2012 P&L	(4,992)	(766)
4	Correction of excess impairment of work in progress balance at GRE-324 in 2012	1,930	296
5	Reversal of fixed assets impairment at Solcocon in 2013 and its recognition in 2012	(3,705)	(569)
6	Tailings (waste) balances accumulated as the result of gold processing plant operation at Tardan are written off on 2012 P&L in amount of MSEK 14.715 US$ 2.3 m and on Retained earnings in amount of MSEK 37.225 (US$ 5.7 m). The correction is linked to the changed production method since start of the heap leaching plant. Inventories balance is decreased as result.	(14,715)	(2,258)
	Net loss 2012 after restatement	**(105,891)**	**(16,252)**

Effect of restatement on the consolidated Statement of Financial position as of December 31, 2012 in TSEK is as follows:

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Before restatement December 31, 2012	Notes 1	2	3	4	5	6	After restatement December 31, 2012*
	TSEK	TSEK	TSEK	TSEK	TSEK	TSEK	TSEK	TSEK
ASSETS								
FIXED ASSETS								
Intangible fixed assets	152,184							152,184
Tangible fixed assets	245,154					(3,705)		241,449
Financial fixed assets	46,378							46,378
Total fixed assets	**443,716**							**440,011**
CURRENT ASSETS								
Inventories	143,217	(10,851)			2,412		(51,940)	82,839
Current receivables	36,926							36,926
Cash and cash equivalents	22,266							22,266
Total current assets	**202,409**							**142,031**
TOTAL ASSETS	**646,125**							**582,042**
Equity	225,163	(10,851)	(1,707)	(4,992)	2,412	(3,705)	(51,940)	154,380
Non-controlling interest	-							-
Total equity	**225,163**							**154,380**
Long term liabilities	**257,877**							**257,877**
Current liabilities	**163,085**		1,707	4,992				**169,784**
TOTAL EQUITY AND LIABILITIES	**646,125**							**582,042**

Effect of restatement on the consolidated Statement of Financial position as of December 31, 2012 in US$ 000 is as follows:

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	before restatement December 31, 2012	Notes 1	2	3	4	5	6	after restatement December 31, 2012
	US$'000	**US$'000**	**US$'000**	**US$'000**	**US$'000**	**US$'000**	**US$'000**	**US$'000**
ASSETS								
FIXED ASSETS								
Intangible fixed assets	23,357							23,357
Tangible fixed assets	37,626					(569)		37,057
Financial fixed assets	7,118							7,118
Total fixed assets	68,101							67,532
CURRENT ASSETS								
Inventories	21,981	(1,665)			370		(7,972)	12,714
Current receivables	5,667							5,667
Cash and cash equivalents	3,417							3,417
Total current assets	31,065							21,799
TOTAL ASSETS	**99,166**							**89,330**
Other operating expenses								
Equity	**34,558**	(1,665)	(262)	(766)	370	(569)	(7,972)	**23,694**
Non-controlling interest								
Total equity	**34,558**							**23,694**
Long term liabilities	**39,578**							**39,578**
Current liabilities	**25,030**		262	766				**26,058**
TOTAL EQUITY AND LIABILITIES	**99,166**							**89,330**

Risks and uncertainties associated with this interim report

The group's risk exposure is presented on page 78 of the 2012 annual report. The Board of Directors believes that the most important risk factors for the time being are:

1) *Gold price risk:* The fluctuations of the international gold price directly influence the revenues of a gold producing company.
2) *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.
3) *Political risks:* Auriant Mining currently operates only in Russia. Being a young democracy Russia does not have a stable political situation as in the more established democracies of Western Europe.
4) *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.
5) *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.
6) *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.

7) *Legal risks:* Auriant Mining operates in a complicated and challenging legal environment in Russia. Further, Russian tax legislation is subject to varying interpretations and frequent changes. Changes in the interpretations of tax legislation and in the legal environment may have significant impact on the company.

Operational Update

Operational Highlights

- **Total 2013 gold production of 1,142 kg (36,716 oz) increased by 78% on the previous year, well within the target range of 1,000 – 1,200 kg.**
- **Ramp up of production at Tardan is on target with production up by 60% to 658 kg (21,155 oz)**
- **Overall Solcocon production up by 111% to 485 kg (15,593 oz). Growth was mostly driven by Borzya alluvial production increasing by 225% to 377 kg (12,121 oz).**

Overall Group Production

Production unit	License area	12m 2013		12m 2012	
		kg	oz	kg	oz
Hard rock					
Tardan (gravitational)	Tardan	0	0	55	1,768
Tardan (heap leach)	Tardan	658	21,155	357	11,478
Solcocon	Staroverenskaya	107	3,440	116	3,729
Total		766	24,627	528	16,975
Alluvial					
Borzya		377	12,121	114	3,665
Total gold produced		1,142	36,716	642	20,640

Tardan

		12m 2013	12m 2012
Mining			
Waste stripping	000 m^3	1,940	424

Ore mined	000 tonnes	269	168.5
Average grade	g/t	1.60	2.0
Gravitation			
Throughput	000 tonnes	0	34.3
Average grade	g/ton	0	4.5
Extraction	%	0	35%
Gold produced	kg	0	55
Heap leach			
Crushing			
Ore	000 tonnes	282	240.7
Grade	g/t	1.56	2.01
Stacking			
Ore	000 tonnes	282	234
Grade	g/ton	1.56	1.8
Tailings	000 tonnes	141.5	54.4
Grade	g/t	3.15	3.6
Gold produced	kg	658	412
Warehouse			
Ore	000 tonnes	13.4	27
Grade	g/t	1.73	1.23
Tailings	000 tonnes	72.2	213.6
Grade	g/t	2.8	3.03

Solcocon

		12m 2013	12m 2012
Mining			
Waste stripping	000 m^3	344	581

Ore mined	000 tonnes	212	123
Average grade	g/t	1.42	2.01
Heap leach			
Crushing / Stacking			
Ore	000 tonnes	168	131
Grade	g/t	1.37	1.64
Gold produced	kg	108	116
Warehouse			
Ore	000 tonnes	57	17.4
Grade	g/t	1.08	1.54
Alluvial			
Waste stripping	000 m^3	1,397	1,268
Sand washed	000 m^3	338	119
Gold produced	kg	377	114
Total gold produced	kg	485	230

Financial reports

CONSOLIDATED INCOME STATEMENT

	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012*	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012*
	TSEK	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000	US$ 000
Revenue	98,657	116,063	328,970	234,133	15,160	17,429	50,502	35,934
Cost of sales	(147,281)	(138,505)	(363,269)	(247,003)	(22,632)	(20,799)	(55,767)	(37,910)
Gross profit	**(48,624)**	**(22,442)**	**(34,299)**	**(12,871)**	**(7,472)**	**(3,370)**	**(5,265)**	**(1,975)**
General and administrative expenses	(8,567)	(23,521)	(43,595)	(40,489)	(1,317)	(3,532)	(6,693)	(6,214)
Other operating income	2,152	6,951	10,759	21,515	331	1,044	1,652	3,302
Other operating expenses	(2,809)	(20,254)	(19,995)	(42,027)	(432)	(3,042)	(3,070)	(6,450)
Operating profit/(loss)	**(57,849)**	**(59,266)**	**(87,131)**	**(73,872)**	**(8,890)**	**(8,900)**	**(13,376)**	**(11,338)**
Financial income	3	3,697	15	16,012	0	555	2	2,457
Financial expenses	(23,576)	(15,493)	(72,289)	(47,813)	(3,623)	(2,326)	(11,097)	(7,338)
Profit/(Loss) before income tax	**(81,421)**	**(71,061)**	**(159,404)**	**(105,673)**	**(12,512)**	**(10,671)**	**(24,471)**	**(16,218)**
Income tax	(13,512)	(1,783)	30,440	(219)	(2,076)	(268)	4,673	(34)
Net profit/(loss) for the period	**(94,933)**	**(72,844)**	**(128,964)**	**(105,891)**	**(14,588)**	**(10,939)**	**(19,798)**	**(16,252)**
Whereof attributable to:								
The owners of the parent company	(94,933)	(72,844)	(128,964)	(105,891)	(14,588)	(10,939)	(19,798)	(16,252)
Earnings per share before dilution (SEK, US$)	(5.33)	(4.13)	(7.24)	(6.01)	(0.82)	(0.62)	(1.11)	(0.92)
Earnings per share after dilution (SEK. US$) **)	(5.33)	(4.13)	(7.24)	(6.01)	(0.82)	(0.62)	(1.11)	(0.92)
Number of shares issued at period end	17,802,429	17,616,987	17,802,429	17,616,987	17,802,429	17,616,987	17,802,429	17,616,987
Average number of shares for the period	17,802,429	17,616,987	17,802,429	17,616,987	17,802,429	17,616,987	17,802,429	17,616,987
Average number of shares for the period after dilution **)	18,674,197	17,616,987	18,674,197	18,674,197	18,674,197	17,616,987	18,674,197	18,674,197

***) At the November 2012 Extraordinary General Meeting an incentive program for the Group's Chief Executive Officer and Chief Investment Officer was established through the issue of warrants with the right to subscrive for 1,057,210 shares. The average number of shares outstanding for the period after dilution is 18,674,197 as result.*

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012*	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012*
	TSEK	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000	US$ 000
Net profit/loss for the period	(94,933)	(72,844)	(128,964)	(105,891)	(14,588)	(10,939)	(19,798)	(16,252)
Other comprehensive income								
Items that may be reclassified subsequently to profit or loss	-	-	-	-	-	-	-	-
Translation difference	(7,582)	(5,773)	(22,721)	(12,242)	(186)	(1,016)	(3,488)	(1,879)
Total comprehensive income for the period	**(102,516)**	**(78,617)**	**(151,686)**	**(118,133)**	**(14,774)**	**(11,954)**	**(23,286)**	**(18,131)**

*Certain amounts of interim financial statements shown here do not correspond to the 12M 2012 interim financial statements of 2012 report and reflect adjustments made as detailed in paragraph “Restatement” of the “Accounting principles and basis of preparation”.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	December 31, 2013	December 31, 2012*	January 1, 2012*	December 31, 2013	December 31, 2012*	January 1, 2012*
	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000
ASSETS						
FIXED ASSETS						
Intangible fixed assets	167,733	152,184	159,496	25,772	23,357	23,181
Tangible fixed assets	246,655	241,449	229,365	37,898	37,057	33,336
Financial fixed assets	68,835	46,378	80,105	10,576	7,118	11,642
Total fixed assets	**483,224**	**440,011**	**468,966**	**74,246**	**67,532**	**68,159**
CURRENT ASSETS						
Inventories	61,415	82,839	116,395	9,436	12,714	16,917
Stripping asset	13,262	-	-	2,038	-	-
Current receivables	41,137	36,926	42,514	6,321	5,667	6,179
Cash and cash equivalents	10,776	22,266	10,995	1,656	3,417	1,598
Total current assets	**126,590**	**142,031**	**169,904**	**19,450**	**21,799**	**24,694**
TOTAL ASSETS	**609,814**	**582,042**	**638,870**	**93,696**	**89,330**	**92,852**
Equity	7,459	154,380	270,806	1,146	23,694	39,359
Non-controlling interest	-	-	-	-	-	-
Total equity	**7,459**	**154,380**	**270,806**	**1,146**	**23,694**	**39,359**
Long term liabilities	**82,826**	**257,877**	**85,413**	**12,726**	**39,578**	12,414
Current liabilities	**519,529**	**169,784**	**282,651**	**79,824**	**26,058**	41,080
TOTAL EQUITY AND LIABILITIES	**609,814**	**582,042**	**638,870**	**93,696**	**89,330**	**92,852**
PLEDGED ASSETS	353,619	162,059	188,816	54,333	24,872	27,442
CONTINGENT LIABILITIES				-	-	-

*Certain amounts of interim financial statements shown here do not correspond to the 12M 2012 interim financial statements of 2012 report and reflect adjustments made as detailed in paragraph “Restatement” of the “Accounting principles and basis of preparation”.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY*

All amounts in TSEK	Attributable to the shareholders of the parent company Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Non-controlling interest	Total equity
Equity as at January 1, 2012	**198,191**	**155,819**	**(18,143)**	**(65,061)**	**-**	**270,806**
Comprehensive income						
Net profit/loss for the period				(105,891)		(105,891)
Warrants and options issue		1,707				1,707
Translation difference			(12,242)			(12,242)
Total comprehensive income for the period	**198,191**	**1,707**	**(12,242)**	**(105,891)**	**-**	**(116,426)**
Equity as at December 31, 2012	**198,191**	**157,526**	**(30,385)**	**(170,952)**	**-**	**154,380**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

All amounts in TSEK	Attributable to the shareholders of the parent company Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Non-controlling interest	Total equity
Equity as at January 1, 2013	**198,191**	**157,526**	**(30,385)**	**(170,952)**	**-**	**154,380**
Comprehensive income						
Net profit/loss for the period				(128,964)		(128,964)
New shares issue	2,086					2,086
Warrants and options issue		2,678				2,678
Translation difference			(22,721)			(22,721)
Total comprehensive income for the period	**2,086**	**2,678**	**(22,721)**	**(128,964)**		**(146,922)**
Equity as at December 31, 2013	**200,277**	**160,204**	**(53,106)**	**(299,916)**	**-**	**7,459**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY*

All amounts in US$'000	Attributable to the shareholders of the parent company Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Non-controlling interest	Total equity
Equity as at January 1, 2012	**30,418**	**23,915**	**(4,989)**	**(9,985)**	**-**	**39,359**
Comprehensive income						
Net profit/loss for the period				(16,218)		(16,218)
Warrants and options issue		249				249
Translation difference			305			305
Total comprehensive income for the period	**30,418**	**249**	**305**	**(16,218)**	**-**	**(15,665)**
Equity as at December 31, 2012	**30,418**	**24,164**	**(4,684)**	**(26,204)**	**-**	**23,694**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

All amounts in US$'000	Attributable to the shareholders of the parent company Share capital	Additional paid in capital	Translation difference reserve	Retained earnings	Non-controlling interest	Total equity
Equity as at January 1, 2013	**30,418**	**24,164**	**(4,684)**	**(26,204)**	**-**	**23,694**
Comprehensive income						
Net profit/loss for the period				(19,798)		(19,798)
New shares issue	321					321
Warrants and options issue		411				411
Translation difference			(3,482)			(3,482)
Total comprehensive income for the period	**321**	**411**	**(3,482)**	**(19,798)**	**-**	**(22,548)**
Equity as at December 31, 2013	**30,738**	**24,575**	**(8,166)**	**(46,002)**	**-**	**1,146**

Consolidated cash flow statement	3 months 2013-10-01-2013-12-31 TSEK	3 months 2012-10-01-2012-12-31 TSEK	12 months 2013-01-01-2013-12-31 TSEK	12 months 2012-01-01-2012-12-31 TSEK	3 months 2013-10-01-2013-12-31 US$ 000	3 months 2012-10-01-2012-12-31 US$ 000	12 months 2013-01-01-2013-12-31 US$ 000	12 months 2012-01-01-2012-12-31 US$ 000
Operating activities								
Receipts from customers	92,018	110,884	327,758	229,269	14,140	16,651	50,316	33,838
VAT and other reimbursement	12,467	10,320	54,700	39,112	1,916	1,550	8,397	5,773
Payments to suppliers	(77,088)	(90,021)	(258,416)	(166,064)	(11,846)	(13,518)	(39,671)	(24,510)
Payments to employees and social taxes	(28,608)	(40,572)	(114,329)	(101,896)	(4,396)	(6,093)	(17,551)	(15,039)
Income tax paid	-	-	-	(559)	-	-	-	(83)
Other taxes paid	(5,272)	(7,961)	(17,607)	(20,004)	(810)	(1,196)	(2,703)	(2,952)
Net cash flows from/(used in) operating activit	**(6,484)**	(17,351)	(7,894)	(20,142)	(996)	(2,606)	(1,212)	(2,973)
Investing activities								
Proceeds from sale of property, plant and equipment	-	24	-	24	-	4	-	4
Proceeds from exercise of share options	-	-	2,082	-	-	-	320	-
Purchase and construction of property plant and equipr	(130)	(5,896)	(37,852)	(28,162)	(20)	(885)	(5,811)	(4,157)
Exploration and research works	(5,128)	(1,905)	(28,382)	(3,722)	(788)	(286)	(4,357)	(549)
Investments in JV	(1,244)	(2,740)	(2,034)	(5,873)	(191)	(411)	(312)	(867)
Net cash flows used in investing activities	**(6,503)**	(10,517)	(66,186)	(37,734)	(999)	(1,579)	(10,161)	(5,569)
Financing activities								
Proceeds from borrowings	118,185	113,051	331,240	222,684	18,161	16,977	50,850	32,867
Repayment of borrowings	(85,591)	(78,609)	(223,705)	(129,403)	(13,153)	(11,805)	(34,342)	(19,099)
Interest paid	(9,243)	(3,615)	(21,709)	(13,372)	(1,420)	(543)	(3,333)	(1,974)
Lease payments	(4,118)	(3,872)	(20,931)	(8,712)	(633)	(581)	(3,213)	(1,286)
Other finance expenses	(397)	-	(1,371)	(1,976)	(61)	-	(210)	(292)
Net cash from financing activities	**18,837**	26,955	63,523	69,221	2,895	4,048	9,752	10,217
Net increase in cash and cash equivalents	5,850	(914)	(10,557)	11,346	899	(137)	(1,621)	1,675
Net foreign exchange difference	(291)	1,223	(933)	(75)	(45)	184	(140)	120
Cash and cash equivalents at 1 October / 1 January	5,217	21,956	22,266	10,995	802	3,297	3,417	1,623
Cash and cash equivalents at 31 December	**10,776**	**22,266**	**10,776**	**22,266**	**1,656**	**3,417**	**1,656**	**3,417**

CONSOLIDATED KEY RATIOS

	12 months **Jan-Dec 2013**	12 months **Jan-Dec 2012**	12 months **Jan-Dec 2013**	12 months **Jan-Dec 2012**
	TSEK	TSEK	US$ 000	US$ 000
Total assets	609,814	582,042	93,696	89,330
Total equity	7,459	154,380	1,146	23,694
Equity ratio (%)	1.2%	26.5%	1.2%	26.5%
Interest bearing debt	489,295	350,530	75,179	53,799
Employees at period end	766	716	766	716
EBITDA	(35,116)	(26,704)	(5,396)	(4,098)
Per share data				
Earnings per share (SEK, USD)	-7.24	-6.01	-1.11	-0.92
Equity per share (SEK, USD)	0.42	8.76	0.06	1.34
Return on equity (%)	-159.4%	-49.8%	-159.4%	-49.8%

Key ratio definitions

Total assets	Total assets at period end
Total equity	Total equity including non controlling interest at period end
Equity ratio (%)	Total equity divided by total assets expressed as a percentage
Interest bearing debt	Total interest bearing debt at the period end
EBITDA	Earnings Before Interest, Tax, Depreciation and Amortization
Earnings per share	Net result after tax for the period divided by the average number of outstanding shares for the period before dilution
Equity per share (SEK, USD)	Equity excluding non controlling interests at the period end divided by the number of outstanding shares at the period end
Return on equity (%)	Net result after tax for the period divided by the average total equity for the same period

PARENT COMPANY INCOME STATEMENT

	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012
	TSEK	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000	US$ 000
Income								
Operating income	5	22	13	8,062	1	3	2	1,237
Total income	**5**	**22**	**13**	**8,062**	**1**	**3**	**2**	**1,237**
Operating costs								
External expenses	(2,051)	(6,099)	(5,181)	(10,104)	(315)	(916)	(795)	(1,551)
Employee benefit expenses	(739)	(575)	(3,503)	(1,395)	(114)	(86)	(538)	(214)
Total operating costs	**(2,790)**	**(6,674)**	**(8,685)**	**(11,499)**	**(429)**	**(1,002)**	**(1,333)**	**(1,765)**
Operating profit/loss	**(2,785)**	**(6,652)**	**(8,672)**	**(3,437)**	**(428)**	**(999)**	**(1,331)**	**(528)**
Net financial items	(10,368)	(239,460)	(21,579)	(242,742)	(1,593)	(35,959)	(3,313)	(37,256)
Profit/loss before income tax	**(13,153)**	**(246,112)**	**(30,251)**	**(246,179)**	**(2,021)**	**(36,958)**	**(4,644)**	**(37,783)**
Income tax	-	-	-	-	-	-	-	-
Net profit/loss for the period	**(13,153)**	**(246,112)**	**(30,251)**	**(246,179)**	**(2,021)**	**(36,958)**	**(4,644)**	**(37,783)**

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012	3 months Oct-Dec 2013	3 months Oct-Dec 2012	12 months Jan-Dec 2013	12 months Jan-Dec 2012
	TSEK	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000	US$ 000
Net profit/loss for the period	(13,153)	(246,112)	(30,251)	(246,179)	(2,021)	(36,958)	(4,644)	(37,783)
Translation differences	2,385	(78)	(11,576)	(17,580)	367	(12)	(1,742)	(2,698)
Total comprehensive income for the period	**(10,768)**	**(246,191)**	**(41,828)**	**(263,760)**	**(1,655)**	**(36,970)**	**(6,386)**	**(40,481)**

PARENT COMPANY STATEMENT OF FINANCIAL POSITION

	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
ASSETS	TSEK	TSEK	US$ 000	US$ 000
FIXED ASSETS				
Financial fixed assets	543,084	477,894	83,443	73,346
Total fixed assets	**543,084**	**477,894**	**83,443**	**73,346**
CURRENT ASSETS				
Current receivables	447	480	69	74
Cash and bank	5,752	1,193	884	183
Total current assets	**6,199**	**1,673**	**952**	**257**
TOTAL ASSETS	**549,283**	**479,566**	**84,396**	**73,603**
EQUITY AND LIABILITIES				
Total equity	**221,513**	**261,254**	**34,035**	**40,097**
Long term liabilities	**64,872**	**215,315**	**9,967**	**33,046**
Current liabilities	**262,898**	**2,997**	**40,394**	**460**
TOTAL EQUITY AND LIABILITIES	**549,283**	**479,566**	**84,396**	**73,603**
PLEDGED ASSETS	305,000	469,081	46,862	71,994
CONTINGENT LIABILITIES	-	-	-	-

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 December 31, 2011	**198,191**	**68,032**	**580,799**	**(31,917)**	**(48,012)**	**(242,080)**	**525,013**
Profit/loss brought forward					(242,080)	242,080	-
Comprehensive income							
Net profit/loss for the period						(246,179)	(246,179)
Translation difference				(17,580)			(17,580)
Total comprehensive income for the period				**(17,580)**		**(246,179)**	**(263,760)**
Equity as at December 31, 2012	**198,191**	**68,032**	**580,799**	**(49,497)**	**(290,092)**	**(246,179)**	**261,254**
Profit/loss brought forward					(246,179)	246,179	-
Comprehensive income							
Net profit/loss for the period						(30,251)	(30,251)
New shares issue	2,086						2,086
Translation difference				(11,576)			(11,576)
Total comprehensive income for the period	**2,086**			**(11,576)**		**(30,251)**	**(39,741)**
Equity as at December 31, 2013	**200,277**	**68,032**	**580,799**	**(61,073)**	**(536,271)**	**(30,251)**	**221,513**

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 December 31, 2011	**30,418**	**10,441**	**89,140**	**(4,899)**	**(7,369)**	**(37,154)**	**80,578**
Profit/loss brought forward					(37,154)	37,154	
Comprehensive income							
Net profit/loss for the period						(37,783)	(37,783)
Translation difference				(2,698)			(2,698)
Total comprehensive income for the period				**(2,698)**		**(37,783)**	**(40,481)**
Equity as at December 31, 2012	**30,418**	**10,441**	**89,140**	**(7,597)**	**(44,523)**	**(37,783)**	**40,097**
Profit/loss brought forward					(37,783)	37,783	
Comprehensive income							
Net profit/loss for the period						(4,644)	(4,644)
New shares issue	324						324
Translation difference				(1,742)			(1,742)
Total comprehensive income for the period	**324**			**(1,742)**		**(4,644)**	**(6,062)**
Equity as at December 31, 2013	**30,742**	**10,441**	**89,140**	**(9,339)**	**(82,306)**	**(4,644)**	**34,035**

Parent company cash flow statement	**3 months Oct-Dec 2013**	**3 months Oct-Dec 2012**	**12 months Jan-Dec 2013**	**12 months Jan-Dec 2012**	**3 months Oct-Dec 2013**	**3 months Oct-Dec 2012**	**12 months Jan-Dec 2013**	**12 months Jan-Dec 2012**
	TSEK	TSEK	TSEK	TSEK	US$ 000	US$ 000	US$ 000	US$ 000
Operating activities								
Receipts from customers	4	110	20	140	1	17	3	21
VAT and other reimbursement	153	173	681	1,167	23	33	105	179
Payments to suppliers	(2,610)	(679)	(6,719)	(5,206)	(401)	(135)	(1,031)	(799)
Payments to employees	(811)	(403)	(3,362)	(1,920)	(125)	(72)	(516)	(295)
Income tax paid	-	-	-	-	-	-	-	-
Other taxes paid	(1)	-	(33)	-	(0)	-	(5)	-
Net cash flows used in operating activities	(3,266)	(800)	(9,413)	(5,820)	(502)	(157)	(1,445)	(893)
Investing activities								
Proceeds from exercise of share options	-	-	2,086	-	0	-	320	-
Borrowings given	(1,369)	-	(10,436)	(31,815)	(211)	(216)	(1,602)	(4,883)
Investments in JV	(1,184)	(2,740)	(1,974)	(5,845)	(182)	(442)	(303)	(897)
Net cash flows used in investing activities	(2,553)	(2,740)	(10,324)	(37,660)	(392)	(658)	(1,585)	(5,780)
Financing activities								
Proceeds from borrowings	11,441	7,594	35,453	40,259	1,757	1,388	5,443	6,179
Repayment of borrowings	-	(3,002)	(11,036)	(3,516)	(0)	(464)	(1,694)	(540)
Net cash from financing activities	11,441	4,593	24,417	36,742	1,757	923	3,748	5,639
Net increase in cash and cash equivalents	5,622	1,053	4,680	(6,738)	863	109	719	(1,034)
Net foreign exchange difference	(141)	125	(121)	(188)	(22)	72	(18)	(29)
Cash and cash equivalents at 1 October/ 1 January	272	15	1,193	8,119	42	2	182	1,246
Cash and cash equivalents at 31 December	**5,752**	**1,193**	**5,752**	**1,193**	**883**	**183**	**883**	**183**

Next report due

Q1 2014 interim report will be published on 30 May 2014

Company information

Auriant Mining AB is a Swedish mining company focused on gold production and exploration in Russia in the central parts of Asia. The gold production was initiated in late January 2005 and the assets were as at end of March 2012 estimated to encompass almost 1,000,000 troy ounces (oz) (1 troy ounce = 31,1 g) of C1/ C2 Russian gold reserves (equaling some 32 tons). The parent company's full name is Auriant Mining AB (publ). It is a public limited liability company with head office in Stockholm. The corporate identification number is 556659-4833. Address of the parent company is Engelsbrektsplan 2, 4 tr, 114 34Stockholm. 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.se. Mangold Fondkommission is Certified Adviser to Auriant Mining, for more information please call +46 8 503 015 50 or visit www.mangold.se

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, 2014

Auriant Mining AB (publ.)

Preston Haskell *Chairman*	Andre Bekker *Director*	Peter Daresbury *Director*
Ingmar Haga *Director*	Bertil Villard *Director*	

This quarterly report has not been reviewed by the auditors.

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Cautionary Statement: Statements and assumptions made in this report with respect to Auriant Mining AB's ("Auriant") current plans, estimates, strategies and beliefs, and other statements that are not historical facts, are forward-looking statements about the future performance of Auriant Mining. 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 Auriant operates; (ii) changes relating to the geological information available in respect of the various projects undertaken; (iii) Auriant'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. Auriant assumes no unconditional obligation to immediately update any such statements and/or forecasts.