

## MANGAZEYA MINING LTD ANNOUNCES ITS PRODUCTION RESULTS

TORONTO, ONTARIO, May 30, 2019 – Mangazeya Mining Ltd. (“Mangazeya” or the “Company”) (NEX: MGZ.H) is pleased to announce its production results for the first quarter ended March 31, 2019.

|   |                                    | Q1 2019     | Q1 2018      | Y-o-Y change  |
|---|------------------------------------|-------------|--------------|---------------|
| <b>Total rock moved, '000 m<sup>3</sup></b> |                                    | <b>620</b>  | <b>1 186</b> | <b>-47,7%</b> |
|   | Savkinskoye                        | 297         | 1 186        | -74,9%        |
|   | Kochkovskoye                       | 323         | -            | 100,0%        |
| <b>Stripping, '000 m<sup>3</sup></b>        |                                    | <b>534</b>  | <b>1 127</b> | <b>-52,6%</b> |
|   | Savkinskoye                        | 266         | 1 127        | -76,4%        |
|   | Kochkovskoye                       | 268         | -            | 100,0%        |
| <b>Ore mined, kt</b>                        |                                    | <b>190</b>  | <b>125</b>   | <b>52,4%</b>  |
|   | Savkinskoye                        | 65          | 125          | -47,8%        |
|   | Kochkovskoye                       | 125         | -            | 100,0%        |
| <b>Stripping ratio, m<sup>3</sup>/t</b>     |                                    | <b>2,81</b> | <b>9,04</b>  | <b>-68,9%</b> |
|   | Savkinskoye                        | 4,10        | 9,04         | -54,7%        |
|   | Kochkovskoye                       | 2,14        | -            | 100,0%        |
| <b>Average grade in ore mined, g/t</b>      |                                    | <b>1,97</b> | <b>1,20</b>  | <b>64,0%</b>  |
|   | Savkinskoye                        | 1,23        | 1,20         | 2,3%          |
|   | Kochkovskoye                       | 2,36        | -            | 100,0%        |
| <b>Gold in ore mined, kg</b>                |                                    | <b>375</b>  | <b>150</b>   | <b>149,9%</b> |
|   | Savkinskoye                        | 80          | 150          | -46,6%        |
|   | Kochkovskoye                       | 295         | -            | 100,0%        |
| <b>Gold production, koz</b>                 |                                    | <b>2,26</b> | <b>1,19</b>  | <b>89,7%</b>  |
|   | Savkinskoye                        | 0,73        | 1,19         | -39,0%        |
|   | Kochkovskoye                       | 1,53        | -            | 100,0%        |
|   | <i>including</i>                   |             |              |               |
|   | <i>Gold from hard-rock deposit</i> | <i>1,53</i> | <i>-</i>     | <i>100,0%</i> |
| <b>including Refining gold, koz</b>         |                                    | <b>1,72</b> | <b>1,19</b>  | <b>44,1%</b>  |
|   | Savkinskoye                        | 0,64        | 1,19         | -46,7%        |
|   | Kochkovskoye                       | 1,08        | -            | 100,0%        |
|   | <i>including</i>                   | <i>-</i>    | <i>-</i>     | <i>0,0%</i>   |
|   | <i>Gold from hard-rock deposit</i> | <i>1,08</i> | <i>-</i>     | <i>100,0%</i> |
| <b>Gold sold, koz</b>                       |                                    | <b>1,81</b> | <b>0,95</b>  | <b>90,6%</b>  |
|   | Savkinskoye                        | 0,73        | 0,95         | -23,0%        |
|   | Kochkovskoye                       | 1,08        | -            | 100,0%        |
|   | <i>including</i>                   |             |              |               |
|   | <i>Gold from hard-rock deposit</i> | <i>1,08</i> | <i>-</i>     | <i>100,0%</i> |

## Kochkovskoye deposit

- The volume of mining in Q1 2019 was as follows: total ore mined was 125 kt, average grade in ore mined was 2.36 g/t, average stripping ratio was 2.14 m<sup>3</sup>/t, there was no ore stacked, gold from hard-rock deposit production was 1.53 koz, gold sold was 1.08 koz.

## Savkinskoye deposit

- Gold production reduced by 39.0% in Q1 2019 YoY. The difference has been caused by the decrease in the amount of gold in ore stacked in Q4 2018 YoY - the amount of gold in ore stacked reduced by 39.1%.
- Gold sales reduced by 38.5% in Q1 2019 YoY. The difference mainly resulted from the decrease in production volume.
- Total ore mined in Q1 2019 reduced by 47.8% YoY. The difference resulted from the suspension of mining at Yugo-Zapadny pit from December 2018 and at Khlebny pit from March 2019.

- In Q1 2019, the average stripping ratio reduced by 54.7% YoY. The reduction was caused by the final extraction of reserves at Khlebny pit and, as a result, lack of necessity in preceding stripping, and by the suspension of mining at Yugo-Zapadny pit.
- The average grade in ore mined in Q1 2019 was in line with Q1 2018.
- There was no ore stacked in Q1 2019 and 2018.

### **About Mangazeya Mining Ltd.**

Mangazeya Mining Ltd. is a NEX-listed mining and exploration company, focused on the development of mineral resources in the Russian Federation.

#### **Contact:**

Anton Grigoryev

Corporate Secretary

Mangazeya Mining Ltd.

[a.grigoryev@mangazeya.ru](mailto:a.grigoryev@mangazeya.ru)

### **Caution Concerning Forward-Looking Information**

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