

MANGAZEYA MINING LTD ANNOUNCES ITS PRODUCTION RESULTS

TORONTO, ONTARIO, April 30, 2018 – Mangazeya Mining Ltd. (“**Mangazeya**” or the “**Company**”) (NEX: MGZ.H) is pleased to announce its production results for the fourth quarter and the twelve months ended December 31, 2017.

Highlights:

- Full-year gold production was 24.3 koz in 2017, a decrease of 11.2% compared to the previous year. The decrease in production level was due to the decrease in the amount of gold contained in ore stacked as well as to the fact that stacking in 2017 continued until mid-December (compared to mid-October in 2016) decreasing the average leaching period for ore stacked. Gold production in 4Q2017 was 5.5 koz, a decrease of 10.8% y-o-y.
- In 2017, Gold sales was 24.1 koz, a decrease of 12.3% compared to the previous year, and gold sales for 4Q 2017 was 6.5 koz, a decrease of 20.3% y-o-y.
- The stripping ratio decreased from 4.9 m³/t in 2016 to 4.78 m³/t in 2017 or by 2.5% and increased from 9.2 m³/t in Q42016 to 11.88 m³/t in the Q42017 or by 29.2%. Stripping and the stripping ratio decreased due to redistribution of the mining works to deliver the maximum results thereafter.
- In 2017, total ore mined increased by 2.7% to 951kt compared to 2016. The ore mined increased due to the development of the new areas (South-West part of the Central pit and Khlebnyi deposit). However, ore mined in 4Q2017 decreased by 31.2% compared to Q42016, as mining at the North-Eastern part of the Central pit was at its final stage.
- The grade in ore mined was 1.26 g/t, an increase of 14.6% in 2017 compared to 2016. Average grade in ore mined was higher than planned, due to development of areas with higher grading (South-West part of the Central pit). The grade of mined ore decreased by 7.5% in 4Q2017 compared to the 4Q2016 due to development of areas with lower grading (North-Eastern part of the Central pit).
- In 2017, total ore stacked was 999kt, a decrease of 3.6% in 2017 compared to 2016. Ore stacked increased by 83.5% in Q42017 compared to the corresponding period of 2016. This increase is due to the experimental placing of ore without agglomeration during winter period of 2017. The grade of stacked ore decreased by 3.3% in 2017 and decreased by 2.5% in Q4 2017 compared to corresponding period of 2016. The grade of stacked ore depends on the grade of ore mined.

	Q4 2017	Q4 2016	Y-o-Y change	2017	2016	Y-o-Y change
Total rock moved, '000 m ³	1,284	1,452	-11.6%	4,993	5,010	-0.3%
Stripping, '000 m ³	1,235	1,382	-10.6%	4,546	4,581	-0.8%
Ore mined, kt	104	151	-31.2%	951	926	2.7%
Stripping ratio, m ³ /t	11.88	9.2	29.2%	4.78	4.9	-2.5%
Average grade in ore mined, g/t	1.19	1.29	-7.5%	1.26	1.10	14.6%
Gold in ore mined, kg	124	195	-36.4%	1,199	1,019	17.7%
Ore stacked, kt	150	82	83.5%	999	1,036	-3.6%
Average grade in ore stacked, g/t	1.19	1.22	-2.5%	1.17	1.21	-3.3%
Gold in ore stacked, kg	180	100	79.7%	1,173	1,254	-6.4%
Gold production, koz	5.5	6.1	-10.8%	24.3	27.4	-11.2%
Gold sold, koz	6.5	8.2	-20.3%	24.1	27.5	-12.3%

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:

Georgy Kandelaki
Corporate Secretary
Mangazeya Mining Ltd.
g.kandelaki@mangazeya.ru

Caution Concerning Forward-Looking Information

This news release contains forward looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 and forward-looking information within the meaning of applicable Canadian securities laws (collectively, "forward-looking statements") relating, but not limited to, the Company's expectations, intentions and beliefs, the Company's financial position, financial alternatives and the Company's ability to continue operations. Words such as "may", "will", "should", "anticipate", "plan", "expect", "believe", "estimate" and similar terminology are used to identify forward-looking statements. Such statements are based on assumptions, estimates, opinions and analysis made by the management of the Company in light of their experience, current conditions and their expectations of future developments as well as other factors which they believe to be reasonable and relevant. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those expressed or implied in the forward-looking statements. Risks and uncertainties that may cause actual results to vary include but are not limited to: the Company's ability to obtain additional financing on acceptable terms or at all; the Company's ability to demonstrate compliance with NEX listing requirements; changes in equity and debt markets; inflation; uncertainties relating to the availability and costs of financing needed to complete exploration, development and production activities; failure to establish estimated mineral resources or mineral reserves (the Company's mineral resource and mineral reserve figures are estimates and no assurances can be given that the indicated levels of gold will be produced); exploration costs varying significantly from estimates; delays in the exploration and development of, and/or commercial production from, the properties in which the Company has an interest; unexpected geological or hydrological conditions; the speculative nature of mineral exploration and development, including the uncertainty of reserve and resource estimates; operational and technical difficulties, including the failure of major mining and/or milling equipment; the ability of the Company to service its existing debt facilities; fluctuations in gold and other commodity prices; the existence of undetected or unregistered interests or claims, whether in contract or in tort, over the property of the Company; success of future exploration and development initiatives; competition; operating performance of facilities; environmental and safety risks, including increased regulatory burdens, seismic activity, weather and other natural phenomena; inability to, or delays in, obtaining necessary permits and approvals from government authorities; risks relating to labour; and other exploration, development and operating risks; changes to and compliance with applicable laws and regulations, including environmental laws; political, economic and other risks arising from the Company's activities in Russia; fluctuations in foreign exchange rates; and those risks set out in the Company's public documents filed on SEDAR. Although the Company believes that the assumptions and factors used in preparing the forward-looking information are reasonable, undue reliance should not be placed on such information, which only applies as of the date of this news release, and no assurance can be given that such events will occur in the disclosed time frames or at all. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Although the Company believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such

statements due to the inherent uncertainty therein. Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.