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MONGOLIAN MINING CORPORATION

(Incorporated in the Cayman Islands with Limited Liability)

(Stock Code: 975)

VOLUNTARY ANNOUNCEMENT

The board of directors (the “Board”) of Mongolian Mining Corporation (the “Company”) is pleased to announce that on 6 October 2011, the Company has completed and successfully commissioned paved road construction (the “Road”) between the Company’s Ukhaa Khudag coking coal mine (the “UHG coal mine”) and Gashuun Sukhait border (“GS”) of Mongolia for its coal transport operation.

The Road has been built under license awarded to Gobi Road LLC, an indirect wholly-owned subsidiary of the Company, by the Government of Mongolia under Government Resolution No. 83 of 2010 dated 31 March 2010 and subsequent Build-Operate-Transfer Agreement (the “BOT Agreement”) executed by and between Gobi Road LLC and the Ministry of Road, Transportation and Urban Development of Mongolia on 9 June 2010, whereby Gobi Road LLC was granted a right to build, operate and use the Road for a period of ten (10) years after the date on which it is commissioned for service. Upon the expiration of the BOT Agreement, the Company will fully transfer all its rights and responsibilities in regard to the operation and maintenance of the Road under the BOT Agreement to the Government of Mongolia.

This two lane heavy haul coal transport road was designed to bear an axle load of 18-20 tonnes and planned to accommodate up to 2,000 trucks of daily traffic density for annual throughput capacity of 18 million tonnes of coal transportation from UHG coal mine to GS.

Construction of the Road commenced in May 2010 and completed in September 2011, where international and local companies were engaged as contractors for engineering design, civil work, structures and construction work, construction management, supervision and consultancy service. Upon successful completion of the construction work, the State Commission comprised of specialists from various Government agencies inspected the Road according to applicable laws and regulations of Mongolia, and agreed to sign off an act of acceptance for use (State Commission Act dated 6 October 2011), whereby the Road is officially permitted and open for full transport operation.

The Road is expected to improve capacity and reliability of the coal transportation operation of the Company while reducing overall coal transportation cost. Moreover, the Road improves transportation safety and reduces impacts to the environment by eliminating dust along the road caused by transportation on existing gravel road. Furthermore, as a key regional infrastructure, the Road would benefit the local community connecting settlement along the road thus supporting development of local economy. We also believe that the Road will contribute to the overall economy of Mongolia by smoothening regional cross border trade cooperation between Mongolia and the People’s Republic of China and in turn encouraging export of key mineral commodities.

This announcement is a voluntary announcement made by the order of the Board which is not pursuant to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, the directors of the Company individually and jointly accept responsibility for the accuracy of this announcement.

For and on behalf of the Board
Mongolian Mining Corporation
Odjargal Jambaljamts
Chairman

Hong Kong, 6 October 2011

As at the date of this announcement, the Board consists of Mr. Odjargal Jambaljamts and Dr. Battsengel Gotov, being the executive Directors, Mr. Gantumur Lingov, Ms. Enkhtuvshin Gombo, Mr. Enkh-Amgalan Luvsantseren, Dr. Oyungerel Janchiv, Mr. Philip Hubert ter Woort and Mr. Batsaikhan Purev, being the non-executive Directors, and Mr. Ochirbat Punsalmaa, Mr. Unenbat Jigjid and Mr. Chan Tze Ching, Ignatius, being the independent non-executive Directors.