

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



MONGOLIAN MINING CORPORATION
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 975)

**OPERATIONAL UPDATE
FOR THE QUARTER ENDED 31 DECEMBER 2019**

The board of directors (the “**Board**”) of Mongolian Mining Corporation (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) wishes to announce the unaudited operational update for the quarter ended 31 December 2019. The comparative figures for the quarter ended 31 December 2018 and the quarter ended 30 September 2019 are also disclosed in this announcement.

During the year ended 31 December 2019, the Group has (i) mined approximately 10.7 million tonnes (“**Mt**”) of run-of-mine (“**ROM**”) coal; (ii) processed approximately 9.2 Mt of ROM coking coal to produce approximately 4.6 Mt of washed coking coal products; and (iii) sold approximately 4.7 Mt of washed coking coal products.

The Group sold a total of 1,220.6 thousand tonnes (“**kt**”) of washed coking coal products in the fourth quarter of 2019, which is 20% more compared to the corresponding period in 2018 and 9% more compared to the previous quarter ended 30 September 2019.

During the quarter ended 31 December 2019, the Group’s ROM coal mining output was 2,942.7 kt, representing 11% year on year (“**YoY**”) decrease compared to the corresponding period ended 31 December 2018 and 13% quarter-on-quarter (“**QoQ**”) decrease from the previous quarter ended 30 September 2019.

A total of 2,793.1 kt of ROM coking coal was processed in the fourth quarter of 2019, representing 3% YoY decrease and 2% QoQ decrease compared to the corresponding quarters, respectively.

Over the same quarter, 1,425.7 kt of washed coking coal was produced, representing 9% YoY increase and 2% QoQ increase compared to the corresponding quarters, respectively.

The main operational data summarized and shown below in Table 1 are all rounded and derived from the internal records of the Group and are intended to give investors an overview of the Group’s operations in a timely manner and may differ from the data disclosed in periodic reports of the Company.

Table 1. Main operational data for the quarter ended 31 December 2019:

Item	Unit	The quarter ended 31 December 2019	The quarter ended 31 December 2018	YoY change (%)	The quarter ended 30 September 2019	QoQ change (%)
ROM coal mined	kt	2,942.7	3,302.7	-11%	3,382.6	-13%
ROM coking coal processed	kt	2,793.1	2,893.4	-3%	2,856.3	-2%
Washed coking coal produced	kt	1,425.7	1,305.0	+9%	1,393.7	+2%
Washed coking coal sold	kt	1,220.6	1,015.0	+20%	1,120.4	+9%

The aforesaid operational data are not an express or implied forecast or guarantee in respect of the Company's future operating conditions.

In addition, various factors may affect results, including (but not limited to) force majeure events, changes in market conditions and regulatory interferences, as such material differences may exist in the operational data published from quarter to quarter.

Investors should note that undue reliance on or use of the above information may cause investment risks.

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

Hong Kong, 23 January 2020

As at the date of this announcement, the board of directors of the Company consists of Mr. Odjargal Jambaljamts and Dr. Battsengel Gotov, being the executive directors of the Company, Mr. Od Jambaljamts, Ms. Enkhtuvshin Gombo and Mr. Enkhtuvshin Dashtseren, being the non-executive directors of the Company, and Dr. Khashchuluun Chuluundorj, Mr. Unenbat Jigjid and Mr. Chan Tze Ching, Ignatius, being the independent non-executive directors of the Company.