



(Incorporated in the Cayman Islands with limited liability)

Mongolian Mining Corporation Announces 2023 Interim Results

(15 August 2023, Hong Kong) – **Mongolian Mining Corporation** (“**MMC**”, or together with its subsidiaries, the “**Group**”; stock code: 975), the largest producer of washed hard coking coal (“**HCC**”) in Mongolia, today announced its interim results for the six months ended 30 June 2023 (“**1H2023**” or the “**period under review**”).

The Group sold approximately 4.9 million tonnes (“**Mt**”) of coal products during 1H2023 (1H2022: 0.9 Mt), generating a total revenue of approximately USD516.7 million (1H2022: USD106.5), representing a year-on-year increase of 385.0%. During 1H2023, 120,197 coal-loaded trucks passed from Mongolia to China via the GS-GM border, which represents an increase of 238.2% compared to the first half of 2022. Total sales volume for the reporting period comprises of approximately 3.2 Mt of primary products, including 2.8 Mt of HCC and 0.4 Mt of Washed semi-soft coking coal (“**SSCC**”), and 1.7 Mt of secondary products.

The Group’s gross profit for the period under review was approximately USD225.1 million, reflecting a substantial improvement compared to the gross loss of USD19.9 million recorded in the first half of 2022, representing an increase of 1,031.2%. The increase in gross profit was mainly driven by higher sales volume and average selling price (“**ASP**”), as well as lower transportation costs and royalty fees recorded during the reporting period. The Group’s ASP for washed hard coking coal, excluding applicable VAT in PRC, was USD161.8 per tonne (1H2022: USD141.3 per tonne).

The profit attributable to equity shareholders of the Company for 1H2023 was approximately USD136.6 million, compared to USD32.4 million of loss attributable to equity shareholders recorded in the first half of 2022.

Dr. Battsengel Gotov, Chief Executive Officer of MMC, said, “Entering 2023, the Group is pleased to witness a continuous improvement in cross border logistics, leading to a turnaround in overall performance from loss to profit. Looking ahead, we will continue to maintain an adequate capital structure by implementing prudent financial policy. We aim to scale up production and sales volumes by maximising assets utilisation. Additionally, we fully support initiatives for an improved logistics efficiency to our customers in China and beyond. The Group will continue to explore investment opportunities for expanding and diversifying our business operations that could potentially drive sustainable and long term returns to our shareholders.”

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Mongolian Mining Corporation (“MMC” or “the Group”, SEHK: 975) is the largest producer and exporter of HCC in Mongolia. It owns and operates two open-pit coking coal mines, the Ukhaa Khudag deposit located within the Tavan Tolgoi coal formation, as well as the Baruun Naran coking coal deposit, both located in South Gobi, Mongolia.

MMC was listed on The Stock Exchange of Hong Kong Limited in October 2010. To learn more about the Group, please visit MMC’s website at: www.mmc.mn.

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