

Current report no. 24/2011
Dated 19 August 2011

JULY 2011 PRODUCTION UPDATE

Sadovaya Group S.A., a joint stock company under Luxembourg law, with registered office at 412F, route d'Esch, L-2086 Luxembourg, registered in the Luxembourg Register of Companies under No. B 153.489, (the "Company"), hereby provides update on coal production in July 2011:

- Sales volume in July decreased by 26.5% as a reflection of seasonal demand slowdown
- Production of coal at mines increased 45.6% year to year and 9.7% month to month

in tonnes

	July 2011	July 2010	% change, y-o-y	June 2011	% change, m-o-m
Coal traded	67,341	93,640	-28.1%	91,629	-26.5%
Coal mined	42,810	29,401	45.6%	39,025	9.7%
<i>Sadovaya mine</i>	23,950	11,001	117.7%	20,075	19.3%
<i>Rassvet-1 mine</i>	18,860	18,400	2.5%	18,950	-0.5%
Coal recovered from wastes	5,580	0	n/m	5,335	4.6%

Legal grounds: article 56.1 in connection with article 56.6 of the Act of 29 July 2005 on the public offering, conditions governing the introduction of financial instruments to organised trading system and on public companies.

Signatures of individual authorised to represent the Company:

Viktor Chornogor