

Current report no. 27/2011
Dated 19 September 2011

AUGUST 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 August 2011:

- Sales volume in August increased by 39.8% month to month
- Production of coal at mines increased by 80.6% year to year

in tonnes

	August 2011	August 2010	% change, y-o-y	July 2011	% change, m-o-m
Coal traded	94,110	133,322	-29.4%	67,341	39.8%
Coal mined	42,690	23,641	80.6%	42,810	-0.3%
<i>Sadovaya mine</i>	23,940	9,500	152.0%	23,950	0.0%
<i>Rassvet-1 mine</i>	18,750	14,141	32.6%	18,860	-0.6%
Coal recovered from wastes	5,710	1,960	191.3%	5,580	2.3%

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