



Sadovaya Group

Current report no. 1/2012

Dated 17 January 2012

DECEMBER 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 December 2011 and for 2011:

- Coal sales in 2011 increased by 15.2% y/y, to 1,264 ths. tonnes
- Coal sales volume in December 2011 decreased by 3% compared to December 2010
- Production of coal at mines in 2011 increased by 70.6% y/y, to 475 ths. tonnes
- Production of coal at mines in December 2011 increased by 126.8% compared to December 2010

in tonnes

	December 2011	December 2010	% change, y-o-y	November 2011	% change, m-o-m	2011	2010	% change, y-o-y
Coal sold	123,198	126,993	-3.0%	131,819	-6.5%	1,264,496	1,098,076	15.2%
Coal mined	57,010	25,141	126.8%	47,968	18.9%	475,247	278,536	70.6%
<i>including:</i>								
<i>Sadovaya mine</i>	27,340	13,002	110.3%	27,278	0.2%	255,261	115,518	121.0%
<i>Rassvet-1 mine</i>	29,670	12,139	144.4%	20,690	43.4%	219,986	163,018	34.9%
Coal recovered from waste dumps	5,906	2,765	113.6%	5,834	1.2%	55,976	13,505	314.5%

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