



Sadovaya Group

Current report no. 9/2012

Dated 20 March 2012

FEBRUARY 2012 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 February 2012:

- Coal sales increased by 4% month-on-month on slow demand recovery from power generating sector since late February
- Sadovaya coal extraction decreased month-on-month due to relining of the cross-section of the main inclined shaft for increased air inflow at Sadovaya mine. Repair works were successfully completed in late February 2012 and since that time the mine has been functioning in a normal mode
- Rassvet-1 coal extraction decreased month-on-month due to depletion of coal resources on one of the longwalls, which is expected to be closed in the nearest month

<i>in tonnes</i>	February 2012	February 2011	% change, y-o-y	January 2012	% change, m-o-m	Year-to-date 2012	Year-to-date 2011	% change, y-o-y
Coal sold	60,742	75,283	-19.3%	58,380	4.0%	119,122	186,106	-36.0%
Coal mined	27,020	31,928	-15.4%	36,400	-25.8%	63,420	59,271	7.0%
<i>including:</i>								
<i>Sadovaya mine</i>	7,130	11,626	-38.7%	15,150	-52.9%	22,280	24,128	-7.7%
<i>Rassvet-1 mine</i>	19,890	20,302	-2.0%	21,250	-6.4%	41,140	35,143	17.1%
Coal recovered from waste dumps	2,760	740	273.0%	3,450	-20.0%	6,210	4,000	55.3%

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