

**Mangazeya Mining Announces Filing of its Q3 and nine months 2018 Financial Statements and MD&A
Quarterly Highlights**

TORONTO, ONTARIO, November 29, 2018 – Mangazeya Mining Ltd. (“**Mangazeya**” or the “**Company**”) (NEX: MGZ.H) announced the filing of its unaudited interim condensed financial statements (“Financial Statements”), management’s discussion and analysis (“MD&A”) – quarterly highlights (“QH for the third quarter and the nine months ended September 30, 2018. All figures are quoted in Canadian dollars unless otherwise indicated.

THIRD QUARTER AND NINE MONTHS 2018 HIGHLIGHTS¹

	3Q 2018	3Q 2017	Change	%	9m 2018	9m 2017	Change	%
Operational highlights								
Gold production, ounces	12,177	10,486	1,691	16%	19,149	18,843	306	2%
Gold sales, ounces	8,391	11,405	(3,014)	(26%)	12,012	17,600	(5,588)	(32%)
Ore mined, tonnes	503,375	327,128	176,247	54%	1,000,595	847,487	153,108	18%
Stripping ratio, m ³ /t	3.38	2.74	0.64	23%	4.40	3.91	0.49	12%
Ore stacked, tonnes	455,835	331,330	124,505	38%	811,839	848,268	(36,429)	(4%)
Ore grade in ore stacked, g/t	1.39	1.14	0.25	22%	1.37	1.17	0.20	17%
Financial highlights								
Revenue	13,906	18,978	(5,072)	(27%)	20,215	29,517	(9,302)	(32%)
Adjusted EBITDA ¹	(181)	7,538	(7,719)	(102%)	(11,135)	6,219	(17,354)	(279%)
Total cash cost per ounce (TCC), CAD ¹	553	654	(101)	(15%)	738	814	(76)	(9%)
Average gold price, CAD ¹	1,593	1,602	(10)	(1%)	1,665	1,668	(3)	0%
Cash balance	1,523	1,558	(35)	(2%)	1,523	1,558	(35)	(2%)
Cash flow (used in)/received from operating activities before changes in working capital	(126)	7,544	(7,670)	(102%)	(13,311)	6,224	(19,535)	(314%)
Cash flow (used in)/provided by financing activities	18,688	(965)	19,653	(2,037%)	37,493	25,464	12,029	47%
Cash flow (used in)/provided by investing activities	(6,261)	(10,865)	4,604	(42%)	(13,947)	(27,991)	14,044	(50%)

- Gold production was 19.15 koz for 9m 2018, the increase of 2% YoY (Savkinskoye - 14,36 koz, Kochkovskoye - 4,79 koz). In Q3 2018, gold production was 12.18 koz (Savkinskoye - 7,60 koz, Kochkovskoye - 4,58 koz), the increase of 16% YoY;
- Revenue was \$20.2 million for 9m 2018, the decrease of 32% YoY, the difference mainly resulted from the performance of the contractual obligations under the gold loan agreement. The company sold 12.01 koz of gold (Savkinskoye - 8,27 koz, Kochkovskoye - 3,74 koz) and 10.57 koz of silver (Savkinskoye); for 9m 2017 the company sold 17.60 koz of gold and 7.50 koz of silver at Savkinskoye deposit. Revenue decreased by 27% for Q3 2018, the company sold 8.39 koz of gold (Savkinskoye - 4,65 koz, Kochkovskoye - 3,74 koz) and 1.9 koz of silver at Savkinskoye deposit; for Q3 2017 the Company sold 11,4 koz of gold at Savkinskoye deposit. The average gold price was on the same level \$1,665 for 9m 2018, \$1,668 in 9m 2017 per ounce (increased from 1,276 USD for 9m 2017 to 1,293 USD per ounce or 2% for 9m 2018);

¹ Non-IFRS financial measures (average gold price, total cash cost per ounce of gold, adjusted EBITDA). See definition and reconciliation with the IFRS measures in the MD&A for 1Q2018. Non-IFRS performance measures provide additional information and should not be considered in isolation or a substitute for measure of performance prepared in accordance with IFRS.

- The total cash cost (TCC) per ounce of gold sold equals to \$738 per ounce (US\$ 573) for 9m 2018 compared to \$814 per ounce (US\$ 632) for 9m 2017, the decrease by 9% YoY (8% in US\$ YoY). TCC in Q3 2018 decreased by 15% YoY.
TCC at Savkinskoye deposit for 9m 2018 (\$1,038 per ounce) increased by 28% as compared to TCC for 9m 2017 (\$814 per ounce) as a result of a decrease in gold production and in gold sales. TCC in Q3 2018 increased by 44% compared to Q3 2017.
TCC (ore gold) at Kochkovskoye deposit for 9m was \$648 per ounce of gold sold.
- Gross profit margin was 45% for 9m 2018 and stayed on the same level as for 9m 2017. The gross profit margin in Q3 2018 was 57% comparing to 55% in Q3 2017. Gross profit was \$9.1 million for 9m 2018, decreased by 32% YoY, the reduction was caused mainly by the decrease in revenue and gold sold;
- Administrative expenses were \$8.8 million for 9m 2018, the increase by 62% YoY. The difference was due to active construction and exploration works in Nasedkino and Zolinsko-Arkiinskaya areas and resulting increase in management service fees;
- Adjusted EBITDA for 9m 2018 decreased to negative \$11.13million compared to positive adjusted EBITDA \$6.2 million in 9m 2017. Adjusted EBITDA for Q3 2018 equal to negative \$0.2 million compared to positive adjusted EBITDA \$7.5 million in Q3 2017;
- The finance expenses for 9m 2018 increased by 134% YoY (\$2 million for 9m 2018 and \$0.9 million for 9m 2017) mainly because of the financial obligations under the loan agreement with VTB Bank (PJSC). The finance expenses for Q3 2018 increased by 33% YoY (\$0.4 million in Q3 2018 and \$0.5 million in Q3 2017);
- The net loss for 9m 2018 was \$13.9 million comparing with the net income of \$3.5 million in 9m 2017. The net loss for Q3 2018 was \$2.0 million comparing with the net income of \$5.4 million in Q3 2017.

Cash flow and capital resources:

- For 9m 2018, cash used in operating activity before changes in working capital was \$13.3 million in comparison with cash received from operating activities 9m 2017 of \$6.2 million. Cash used in investing activities in 9m 2018 was \$13.9 million as compared to \$27.9 million in 9m 2017. Cash received from financing activities in 9m 2018 was \$37.5 million compared to cash received from financing activities of \$25.5 million in 9m 2017;
- For Q3 2018, cash used in operating activity before changes in working capital was \$0.1 million in comparison with cash received from operating activities Q3 2017 of \$7.5 million. Cash used in investing activities for Q3 2018 was \$6.3 million as compared to \$10.9 million for Q3 2017. Cash received from financing activities in Q3 2018 was \$18.7 million compared to cash used in financing activities of \$1 million in Q3 2017;
- For 9m 2018 the Company invested \$18 million (\$27.3 million in 9m 2017). In property, plant and equipment - \$14.5 million (\$24.9 million in 9m 2017); in Mine properties - \$2 million (\$0.2 million in 9m 2017); in Exploration and evaluation assets - \$1.6 million (\$2 million in 9m 2017).

The Financial Statement and MD&A are available on Mangazeya's website at <http://mangazeyamining.ru/> and have been filed on SEDAR at www.sedar.com.

About Mangazeya Mining Ltd.

Mangazeya Mining Ltd. is a NEX-listed mining and exploration company, focused on the development of mineral resources in the Russian Federation.

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Caution Concerning Forward-Looking Information

This news release contains forward looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995 and forward-looking information within the meaning of applicable Canadian securities laws (collectively, "forward-looking statements") relating, but not limited to, the Company's expectations, intentions and beliefs, the Company's financial position, financial alternatives and the Company's ability to continue operations. Words such as "may", "will", "should", "anticipate", "plan", "expect", "believe", "estimate" and similar terminology are used to identify forward-looking statements. Such statements are based on assumptions, estimates, opinions and analysis made by the management of the Company in light of their experience, current conditions and their expectations of future developments as well as other factors which they believe to be reasonable and relevant. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those expressed or implied in the forward-looking statements. Risks and uncertainties that may cause actual results to vary include but are not limited to: the Company's ability to obtain additional financing on acceptable terms or at all; the Company's ability to demonstrate compliance with NEX listing requirements; changes in equity and debt markets; inflation; uncertainties relating to the availability and costs of financing needed to complete exploration, development and production activities; failure to establish estimated mineral resources or mineral reserves (the Company's mineral resource and mineral reserve figures are estimates and no assurances can be given that the indicated levels of gold will be produced); exploration costs varying significantly from estimates; delays in the exploration and development of, and/or commercial production from, the properties in which the Company has an interest; unexpected geological or hydrological conditions; the speculative nature of mineral exploration and development, including the uncertainty of reserve and resource estimates; operational and technical difficulties, including the failure of major mining and/or milling equipment; the ability of the Company to service its existing debt facilities; fluctuations in gold and other commodity prices; the existence of undetected or unregistered interests or claims, whether in contract or in tort, over the property of the Company; success of future exploration and development initiatives; competition; operating performance of facilities; environmental and safety risks, including increased regulatory burdens, seismic activity, weather and other natural phenomena; inability to, or delays in, obtaining necessary permits and approvals from government authorities; risks relating to labour; and other exploration, development and operating risks; changes to and compliance with applicable laws and regulations, including environmental laws; political, economic and other risks arising from the Company's activities in Russia; fluctuations in foreign exchange rates; and those risks set out in the Company's public documents filed on SEDAR. Although the Company believes that the assumptions and factors used in preparing the forward-looking information are reasonable, undue reliance should not be placed on such information, which only applies as of the date of this news release, and no assurance can be given that such events will occur in the disclosed time frames or at all. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable laws, the Company disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Although the Company believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to the inherent uncertainty therein. Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.