Annex 1

For filings with the FSA include the annex

For filings with issuer exclude the annex

TR-1: NOTIFICATION OF MAJOR INTEREST IN SHARES[i]

1. Identity of the issuer or the underlying issuer of existing shares to which voting rights are attached: [ii]	**Highland Gold Mining Limited**

2. Reason for the notification (please tick the appropriate box or boxes):

An acquisition or disposal of voting rights	✓
An acquisition or disposal of qualifying financial instruments which may result in the acquisition of shares already issued to which voting rights are attached	
An acquisition or disposal of instruments with similar economic effect to qualifying financial instruments	
An event changing the breakdown of voting rights	
Other (please specify):	

3. Full name of person(s) subject to the notification obligation: [iii]	**Prosperity Capital Management Limited** **(investment manager)**
4. Full name of shareholder(s) (if different from 3.):[iv]	**Medvezhonok Holdings Limited, Lancrenan Investments Limited, Faendo Limited, Protsvetaniye Holdings Limited**
5. Date of the transaction and date on which the threshold is crossed or reached: [v]	**31 January 2013**
6. Date on which issuer notified:	**31 January 2013**
7. Threshold(s) that is/are crossed or reached: [vi, vii]	**9 %**

8. Notified details:

A: Voting rights attached to shares [viii, ix]

Class/type of shares	Situation previous to the triggering transaction		Resulting situation after the triggering transaction				
			Number of shares	Number of voting rights		% of voting rights [x]	
if possible using the ISIN CODE	Number of Shares	Number of Voting Rights	Direct	Direct [xi]	Indirect [xii]	Direct	Indirect
Ordinary shares CA42979J1075	16 694 723	16 694 723	-	-	31 555 340	-	9,70 %

B: Qualifying Financial Instruments

Resulting situation after the triggering transaction

Type of financial instrument	Expiration date [xiii]	Exercise/ Conversion Period [xiv]	Number of voting rights that may be acquired if the instrument is exercised/ converted.	% of voting rights
-				

C: Financial Instruments with similar economic effect to Qualifying Financial Instruments [xv, xvi]

Resulting situation after the triggering transaction

Type of financial instrument	Exercise price	Expiration date [xvii]	Exercise/ Conversion period [xviii]	Number of voting rights instrument refers to	% of voting rights [xix, xx]	
					Nominal	Delta
-						

Total (A+B+C)

Number of voting rights	Percentage of voting rights
31 555 340	9,70%
9. Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held, if applicable: [xxi]	

Proxy Voting:	
10. Name of the proxy holder:	-
11. Number of voting rights proxy holder will cease to hold:	-
12. Date on which proxy holder will cease to hold voting rights:	-

13. Additional information:	**Prosperity Capital Management Limited** **P.O. Box 10448, 45D Market Street, 2nd Floor, Suite 3202, Gardenia Court,** **Camana Bay, Grand Cayman, KY1-1004, Cayman Islands**
14. Contact name:	**Finance director** **Richard Hastings**
15. Contact telephone number:	**Richard Hastings** **rh@ProsperityCapital.com**