



LYDIAN
INTERNATIONAL

TSX: LYD



AMULSAR CONSTRUCTION UPDATE

During Q3 2017, Lydian achieved full-scale construction at its Amulsar Gold Project. The workforce exceeded 1,400 employees and contractors, with significant work advancing at all elevations. Earthworks remained the principal focus for much of the quarter, but activities increasingly transitioned to concrete and equipment assembly. As of September 30, 2017, total commitments reached 80% of estimated total project costs, and overall completion was tracking on plan at 60%. [News release](#)

ABOUT ARMENIA

TOP ECONOMIC SECTORS

Agriculture

A major sector for the Armenian economy, agriculture accounts for 18% of the country's GDP. Armenia's principal food processing exports are alcoholic beverages, fish, cheese, canned fruits, jams, coffee, and mineral water.

Mining

Mining is a key contributor to the Armenian economy and accounts for over half of the country's exports. Rich in deposits of iron, copper, molybdenum, lead, zinc, gold, silver, and aluminum, Armenia is home to seven copper-molybdenum mines, three copper mines, thirteen gold and gold-polymetallic mines, two polymetallic mines, and two iron-ore mines.

Energy

Energy is one of Armenia's most fully operational and cost-effective sectors. Nearly self-sufficient in energy, Armenia places a high emphasis on the development of its own renewable energy sources, such as hydro, wind and solar energy.

IT and Telecommunications

The IT and telecommunications sector is one of the most productive in Armenia, accounting for 400 tech companies, 15,000 jobs, and 5% of GDP. The government has declared IT a priority and is supporting the industry at all levels.

Chemical and Pharmaceutical

Armenia's pharmaceutical industry has grown into one of the most dynamic sectors of the economy. Export growth has increased 24% over the past decade, with 57% of total pharmaceutical production being exported.

ASSEMBLY OF MOBILE MINING FLEET



789D Haul Truck



6040 Hydraulic Shovel



994 Loader

Four 180-tonne haul trucks, one hydraulic shovel, and one loader are being assembled on site. Five additional haul trucks are scheduled for delivery in Q4 2017.

LYDIAN HOSTS SITE VISIT OF AMULSAR

October 11 – 13, 2017 Lydian hosted a site visit for analysts and investors. As part of the activities, attendees visited Lydian Armenia's Yerevan office, met with Armenian Prime Minister Karen Karapetyan, toured the Amulsar Gold Project, and visited several Lydian supported businesses in Gndevaz.



CEO Howard Stevenson visits Garanda bakery in Gndevaz



Meeting with the Prime Minister



ABOUT ARMENIA CONT.

Tourism

Tourism is another fast-growing sector of the economy and has grown annually by 25% in recent years. Approximately 800,000 tourists visit Armenia each year.

Source: *Global SPC – Invest in Armenia; Armenia’s Tech Sector Capable of Being the Best, Sussoon Grigorian (March 2017)*

CONSTRUCTION PHOTOS



LYDIAN ARMENIA RECENT EVENTS



Hayk Aloyan, Managing Director of Lydian Armenia, participated in a community event hosted by the **American Chamber of Commerce Armenia** and **SOS Children’s Villages of Armenia**, a major and reputable NGO. Mr. Aloyan visited the children’s village, took part in a presentation on **road safety**, and distributed safety reflector bags to all of the children.



In October, the Gndevaz Fruit Drying Cooperative opened its doors for business. The facility was a gift to the community from **Resource Capital Fund**, a major shareholder of Lydian International, to support Lydian’s **commitment to the development of agriculture** in the region during and post-mining at Amulsar.



At the invitation of the State University in Yeghegnazor (the only university in proximity to Amulsar), **Armen Stepanyan**, Director of Sustainability and **Anna Saghalyan**, Director of Communications presented the Amulsar Gold Project to a large group of students and professors. This was a **2-hour interactive event** that included a lively Q&A session.

LYDIAN ARMENIA MEDIA

The Government of the Republic of Armenia News Release: **Karen Karapetyan receives President of Lydian International** and a group of international investors
[News article](#)

Lydian International CEO: Armenia can be a propitious business platform for international investors
[News article](#)

Interview with Member of Amulsar Independent Advisory Panel
[View video](#)

Armen Stepanyan: Spreading fears serves no good purpose
[News article](#)

LYDIAN INTERNATIONAL MEDIA

CEO Howard Stevenson answers questions from ARMENPRESS
[Interview](#)

Investors and analysts visit Lydian’s Amulsar gold mine in Armenia
[News article](#)

UPCOMING EVENTS

November 27 – 30 Mines and Money Conference (London)

December 6 Scotiabank Mining Conference (Toronto)

RECENT NEWS

October 24, 2017 Lydian to Attend 2017 New Orleans Investment Conference