

KUIBYSHEVAZOT GROUP

**International Financial Reporting Standards
Consolidated Financial Statements**

30 September 2018



| | RR million | | Supplementary information US\$ million | |
|---|-------------------------|------------------------|---|------------------------|
| | At 30 September 2018 | At 31 December 2017 | At 30 September 2018 | At 31 December 2017 |
| ASSETS | | | | |
| Current assets | | | | |
| Cash and cash equivalents | 3 646 | 1 381 | 56 | 24 |
| Receivables and prepayments | 5 990 | 5 866 | 91 | 102 |
| Inventories | 8 047 | 7 820 | 123 | 136 |
| Current income tax receivable | - | 61 | - | 1 |
| Other financial assets | 1 075 | 1 199 | 16 | 21 |
| Total current assets | 18 758 | 16 327 | 286 | 284 |
| Non-current assets | | | | |
| Property, plant and equipment | 30 451 | 28 620 | 464 | 497 |
| Prepayments for PPE | 1 519 | 339 | 23 | 6 |
| Investments in an associate and a joint venture | 5 177 | 5 338 | 79 | 92 |
| Intangible assets | 4 165 | 4 496 | 63 | 78 |
| Financial assets | 2 683 | 3 073 | 41 | 53 |
| Total non-current assets | 43 995 | 41 866 | 670 | 726 |
| Total assets | 62 753 | 58 193 | 956 | 1 010 |
| LIABILITIES | | | | |
| Current liabilities | | | | |
| Trade payables | 3 871 | 3 919 | 59 | 68 |
| Other than income taxes payable | 332 | 241 | 5 | 4 |
| Current income tax payable | 171 | 17 | 3 | - |
| Short-term borrowings | 8 488 | 10 411 | 129 | 181 |
| Advances received and other current liabilities | 2 294 | 2 548 | 35 | 44 |
| Total current liabilities | 15 156 | 17 136 | 231 | 297 |
| Non-current liabilities | | | | |
| Long-term borrowings | 16 606 | 12 773 | 252 | 222 |
| Deferred tax liability | 1 183 | 1 181 | 18 | 21 |
| Retirement benefit obligations | 392 | 424 | 6 | 7 |
| Other non-current liabilities | 354 | 1 108 | 5 | 19 |
| Total non-current liabilities | 18 535 | 15 486 | 281 | 269 |
| Total liabilities | 33 691 | 32 622 | 512 | 566 |
| EQUITY | | | | |
| Capital and reserves attributable to equity holders of the Company | | | | |
| Share capital | 634 | 634 | 10 | 11 |
| Additional share capital | 919 | 919 | 14 | 16 |
| Treasury shares | (3 785) | (2 225) | (58) | (38) |
| Foreign currency translation reserve | 608 | 477 | 9 | 8 |
| Retained earnings | 30 318 | 25 594 | 463 | 444 |
| | 28 694 | 25 399 | 438 | 441 |
| Non-controlling interests | 368 | 172 | 6 | 3 |
| Total equity | 29 062 | 25 571 | 444 | 444 |
| Total liabilities and equity | 62 753 | 58 193 | 956 | 1 010 |

A. V. Gerasimenko
General Director

V.N. Kudashev
Chief Accountant

KuibyshevAzot Group
Consolidated statement of comprehensive income
(in millions of Russian Roubles)



| | RR million | | Supplementary information US\$ million | |
|---|-------------------------|--------------|---|-------------|
| | Year ended 30 September | | Year ended 30 September | |
| | 2018 r. | 2017 r. | 2018 r. | 2017 r. |
| Sales | 46 727 | 37 341 | 761 | 640 |
| Cost of sales | (32 838) | (29 728) | (535) | (510) |
| Gross profit | 13 889 | 7 613 | 226 | 130 |
| Distribution costs | (4 797) | (3 266) | (78) | (56) |
| General and administrative expenses | (1 907) | (1 823) | (31) | (31) |
| Other operating income | 1 166 | 799 | 19 | 14 |
| Other operating expenses | (333) | (741) | (5) | (13) |
| Operating profit | 8 018 | 2 582 | 131 | 44 |
| Finance income | 193 | 787 | 3 | 13 |
| Finance cost | (1 964) | (1 150) | (32) | (20) |
| Income from associates | 272 | (237) | 5 | (4) |
| Profit before income tax | 6 519 | 1 982 | 107 | 33 |
| Income tax expense | (1 230) | (492) | (20) | (8) |
| Profit for the year | 5 289 | 1 490 | 87 | 25 |
| Other comprehensive income (loss) | | | | |
| Foreign currency translation reserve | 132 | (1) | 2 | - |
| Net other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods | 132 | (1) | 2 | - |
| Other other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods | | | | |
| Re-measurement of income/(losses) on defined benefit plan | 59 | - | 1 | - |
| Income tax effect | (12) | - | - | - |
| Net other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods | 47 | - | 1 | - |
| Other comprehensive income (loss) for the year, net of taxes | 179 | (1) | 3 | - |
| Total comprehensive income for the year, net of taxes | 5 468 | 1 489 | 90 | 25 |
| Profit attributable to: | | | | |
| Equity holders of the Company | 5 084 | 1 511 | 84 | 25 |
| Non-controlling interests | 205 | (21) | 3 | - |
| | 5 289 | 1 490 | 87 | 25 |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 5 263 | 1 510 | 87 | 25 |
| Non-controlling interests | 205 | (21) | 3 | - |
| | 5 468 | 1 489 | 90 | 25 |
| Earnings per share, basic/diluted (in Russian Roubles and US\$ per share): | | | | |
| - for profit attributable to the equity holders of the Company | 26,95 | 7,69 | 0,44 | 0,13 |