



PRESS RELEASE

08 November 2017

Petropavlovsk PLC

Announcement of Pricing of Senior Notes

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Petropavlovsk 2016 Limited (the **Issuer**) today announces that it has priced its offering of US\$500 million 8.125 per cent. guaranteed notes due 14 November 2022 (the **Notes**) at an issue price of 100 per cent. The Notes will bear interest at a rate of 8.125 per cent. per annum from and including 14 November 2017. Interest on the Notes will be payable semi-annually in arrear, on 14 May and 14 November in each year commencing on 14 May 2018. The Notes are guaranteed by Petropavlovsk PLC (the **Company**), JSC Pokrovskiy Rudnik, LLC Albynskiy Rudnik and LLC Malomirskiy Rudnik.

The Notes are expected to be issued on or about 14 November 2017, subject to the satisfaction of various customary closing conditions precedent.

The Company intends to use the net proceeds from the offering of the Notes to substantially refinance the loans provided pursuant to the banking facilities provided by Sberbank and VTB Bank.

Enquiries

For more information, please visit www.petropavlovsk.net and www.ircgroup.com.hk or contact:

Petropavlovsk PLC

Alya Samokhvalova

Grace Hanratty

+44 (0) 20 7201 8900

TeamIR@petropavlovsk.net

Maitland

Neil Bennett

James Isola

+44 (0) 20 7379 5151

Petropavlovsk-Maitland@maitland.co.uk

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This announcement contains "forward-looking statements" that are based on estimates and assumptions and are subject to risks and uncertainties. Forward-looking statements are all statements other than statements of historical fact or statements in the present tense, and can be identified by words such as "targets", "aims", "aspires", "assumes", "believes", "estimates", "anticipates", "expects", "intends", "hopes", "may", "would", "should", "could", "will", "plans", "predicts" and "potential", as well as the negatives of these terms and other words of similar meaning. The forward-looking statements in this announcement are made based upon the Company's estimates, expectations and beliefs concerning future events affecting the Company and are subject to a number of known and unknown risks and uncertainties. Such forward-looking statements are based on numerous assumptions regarding the Company's present and future business strategies and the environment in which it will operate, which may prove not to be accurate. The Company cautions that these forward-looking statements are not guarantees and that actual results could differ materially from those expressed or implied in these forward-looking statements. Undue reliance should, therefore, not be placed on such forward-looking statements. Any forward-looking statements contained in this announcement apply only as at the date of this announcement and are not intended to give any assurance as to future results. The Company will update this

announcement as required by applicable law, including the Prospectus Rules, the Listing Rules, the Disclosure Guidance and Transparency Rules, and any other applicable law or regulations, but otherwise expressly disclaims any obligation or undertaking to update or revise any forward-looking statement, whether as a result of new information, future developments or otherwise.

This announcement contains inside information for the purpose of Article 7 of Regulation (EU) No 596/2014