



PETROPAVLOVSK

PRESS RELEASE

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US\$500,000,000 8.125 per cent. Guaranteed Notes due 2022

14 November 2017

Further to the pricing announcement by Petropavlovsk PLC (the **Company**) on 7 November 2017, the Company is pleased to announce the successful issuance of US\$500,000,000 8.125 per cent. guaranteed notes (the **Notes**) due 2022.

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

The Notes 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 the Company, JSC Pokrovskiy Rudnik, LLC Albynskiy Rudnik and LLC Malomirskiy Rudnik. The Notes of US\$500 million are due for repayment on 14 November 2022, as a consequence no principal payments are to be made prior to that maturity date. However Petropavlovsk 2016 Limited, the Issuer, may redeem all, but not part, of the Notes at par plus accrued and unpaid interest at any time on or after 14 August 2022, by giving not more than 60 nor fewer than 30 days' irrevocable notice to the Noteholders.

The Notes have been admitted to the official list of the Irish Stock Exchange and to trading on the Global Exchange Market of the Irish Stock Exchange.

*Nothing in this announcement constitutes an offer of any securities in the United States of America (U.S.). The securities referred to in this announcement have not been and will not be registered under the U.S. Securities Act of 1933, as amended (**Securities Act**) or with any securities regulatory authority of any state or other jurisdiction of the U.S. and may not be offered or sold within the U.S. or to, or for the account or benefit of, U.S. persons (as defined in Regulation S under the Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act.*

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