

KURDISH AUTONOMOUS REGION OF THE REPUBLIC OF IRAQ

Gazprom Neft is implementing an extensive social programme in the region with total investment of more than USD 3 million. Social projects are being implemented in close cooperation with the local authorities at different levels and are approved by the Ministry of Natural Resources of the Kurdish Autonomous Region.

In 2017, Gazprom Neft conducted a socioeconomic study of the Garmian region, which is adjacent to the Company's operating area. A five-year programme for social projects in the region was developed based on the results of this study with a focus on sports, the environment, education, medicine, cultural heritage, and support for children and youth.

The Company also continued to implement social projects based on the current needs of the local population, which included the supply of fuel to residents of surrounding villages and emergency assistance to victims of natural disasters in 2017.

GOALS AND OBJECTIVES FOR 2018

INTERACTION WITH THE REGIONS

- Carry out the measures stipulated in the socioeconomic cooperation agreements with the regions. Hold at least one meeting with the regional authorities to review the implementation of agreements and to adjust the action plan
- Conduct an expert examination of 100% of the existing local regulatory legal acts or legislative initiatives that have been published and may have an impact on the Company's operations published in order to assess their regulatory impact
- Increase the number of regions of the Russian Federation that cooperate with the Company in the import substitution of lubricants and process fluids to 17 territories
- Conclude agreements on the supply of innovative bitumen materials produced by Gazprom Neft to the governments of at least five regions of the Russian Federation
- Introduce the Policy on Interaction with Indigenous Peoples of the North, Siberia, and the Far East in KMAD-Yugra and YNAD and implement a plan for interaction with indigenous peoples
- Continue the practice of holding meetings chaired by the heads of regions on a range of issues of bilateral cooperation in key regions where the Company operates; expand the geography of meetings

SOCIAL ACTIVITIES

- Continue the implementation of the Avangard Hockey Academy project, including launching a branch of the Academy in Labytnangi in the YNAD
- Continue the implementation of key projects as part of the Native Towns social investment programme
- Conduct grant competitions for social initiatives in six regions where the Company operates (Omsk, Tomsk, Orenburg, and Tyumen Regions, YNAD, KMAD-Yugra). Support at least 100 initiatives, including at least 20 projects from initiative groups of citizens. Introduce the practice of holding contests for citizens' initiative groups in all regions
- Continue the development of the Company's volunteer movement, including the organization of distance education for volunteers and the fourth contest of volunteer projects in which at least 50 initiatives of employees should be supported