



PAYMENTS TO GOVERNMENTS

Report on payments made to governments in 2017

June 2018

This report outlines payments made by PJSC “Acron” and its subsidiaries (hereinafter – “Group”) to governments in 2017 related to Group’s extractive industry activities. The report is based on financial information available to PJSC “Acron” at the day of this report and is subject to assumptions and reservations customarily included in financial statements of PJSC “Acron”, which are hereby incorporated by reference and form an integral part of this report as if set forth herein in full as amended.

Payments made by country and level of government (in US\$ thousands)

Russia Governments	Production Entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	License fees, rental fees, entry fees and other considerations for licenses and/or concessions	Payments for infrastructure improvements	Total
Russia – National	0	965	0	0	0	0	0	965
Russia – Regional – Perm region	0	28	0	0	0	0	0	28
Russia – Regional – Murmansk region	0	1,797	0	0	0	0	0	1,797
Russia – Local – Kirovsk with subordinated territory	0	0	0	0	0	0	1,496	1,496
Russia – Local – Apatity	0	0	0	0	0	0	1,517	1,517
Payments in Russia	0	2,790	0	0	0	0	3,013	5,803

Canada Governments	Production Entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	License fees, rental fees, entry fees and other considerations for licenses and/or concessions	Payments for infrastructure improvements	Total
Canada – Regional – Saskatchewan	0	0	0	0	0	1,990	0	1,990
Payments in Canada	0	0	0	0	0	1,990	0	1,990
Total	0	2,790	0	0	0	1,990	3,013	7,793

Payments made on a project-by-project basis (in US\$ thousands)

Russia Projects	Production Entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	License fees, rental fees, entry fees and other considerations for licenses and/or concessions	Payments for infrastructure improvements	Total
Verkhnekamsk Potash Company	0	28	0	0	0	0	0	28
North-Western Phosphorous Company	0	2,762	0	0	0	0	1,496	4,258
Partomchorr Mining Company	0	0	0	0	0	0	1,517	1,517
Payments in Russia	0	2,790	0	0	0	0	3,013	5,803

Canada Projects	Production Entitlements	Taxes on the income, production or profits, excluding taxes on consumption	Royalties	Dividends	Signature, discovery and production bonuses	License fees, rental fees, entry fees and other considerations for licenses and/or concessions	Payments for infrastructure improvements	Total
101211205 Saskatchewan Ltd	0	0	0	0	0	203	0	203
101235336 Saskatchewan Ltd	0	0	0	0	0	469	0	469
CanPacific Potash Inc	0	0	0	0	0	1,318	0	1,318
Payments in Canada	0	0	0	0	0	1,990	0	1,990
Total	0	2,790	0	0	0	1,990	3,013	7,793