



GAZPROM: 2Q2019 IFRS RESULTS

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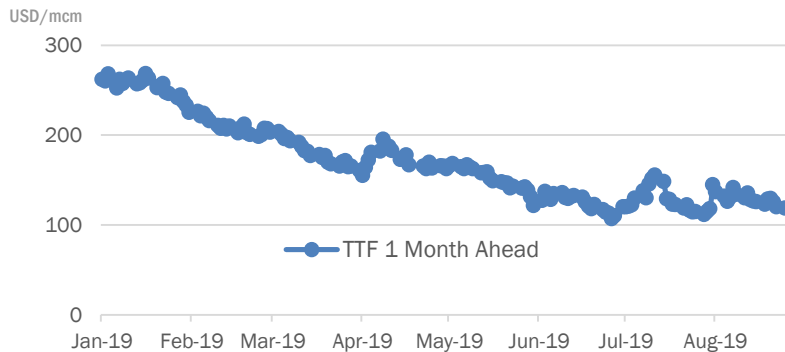
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2Q2019 MARKET ENVIRONMENT

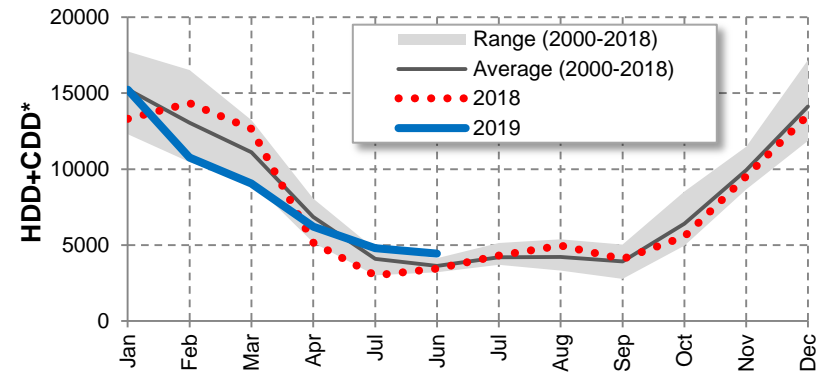
HIGHLIGHTS

- GAS EXPORT VOLUMES* TO EUROPE IN 2Q2019 INCREASED BY 3% Y-O-Y
- GAZPROM PRICES IN EUROPE IN 2Q2019 WERE HIGHER THAN SPOT PRICES

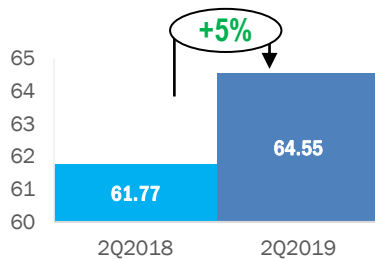
AVERAGE GAS PRICES



WEATHER INDEX IN EUROPE

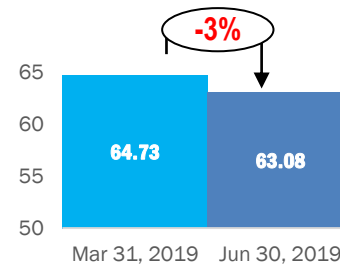


AVERAGE USD/RUB EXCHANGE RATE



- RUBLE WEAKENING BY 5% Y-O-Y WAS FAVORABLE FOR EBITDA MARGIN

END OF PERIOD USD/RUB EXCHANGE RATE

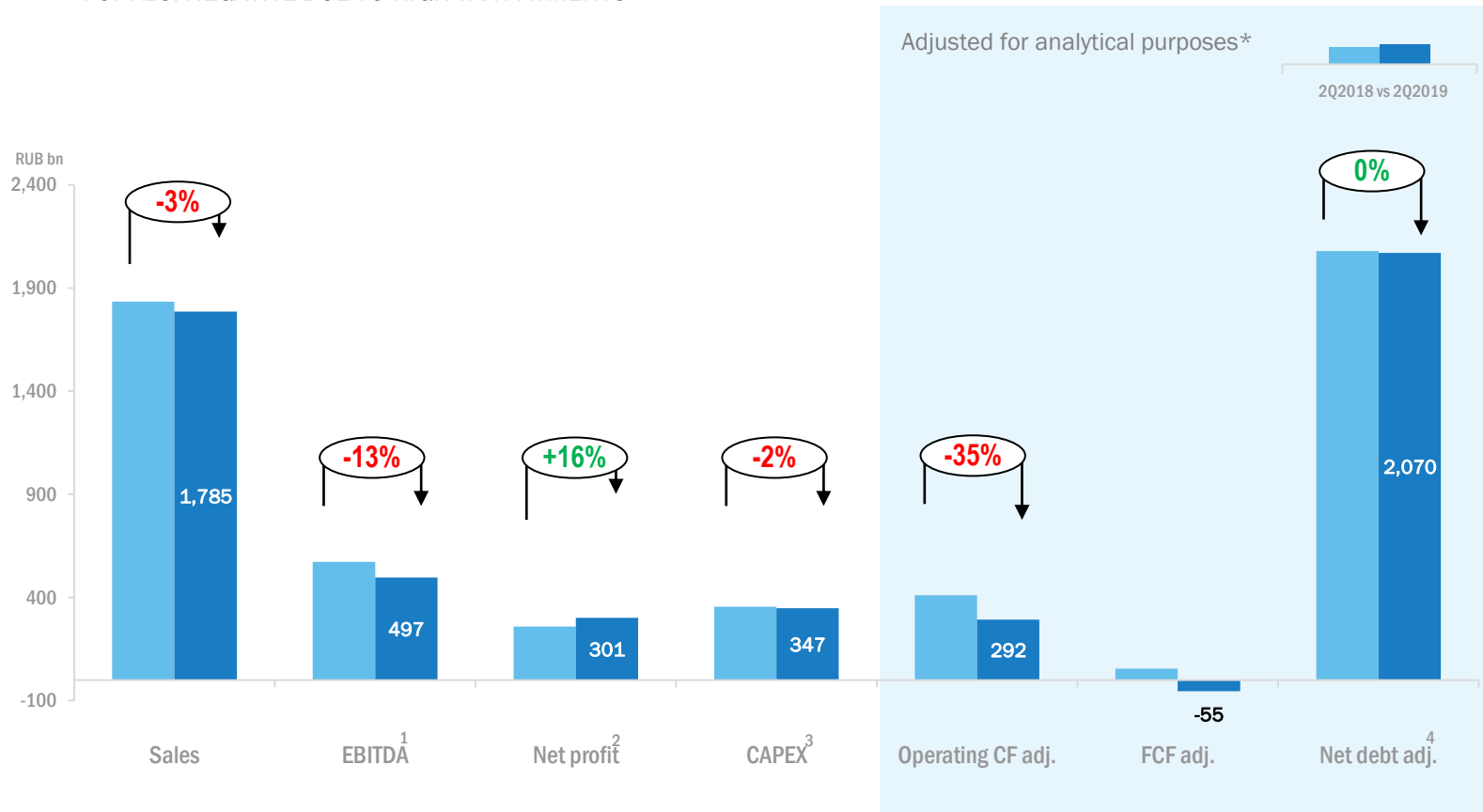


- DURING 2Q2019 RUBLE STRENGTHENED BY 3% WHICH RESULTED IN FX GAINS

*Under Gazprom Export LLC. contracts

2Q2019 KEY FINANCIALS

- ROBUST OIL, ELECTRICITY AND HEAT BUSINESS GROWTH
- FX GAINS: RR 35 BN IN 2Q2019
- FCF ADJ. NEGATIVE DUE TO HIGH TAX PAYMENTS

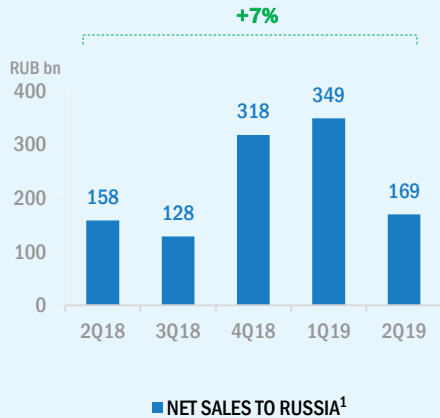
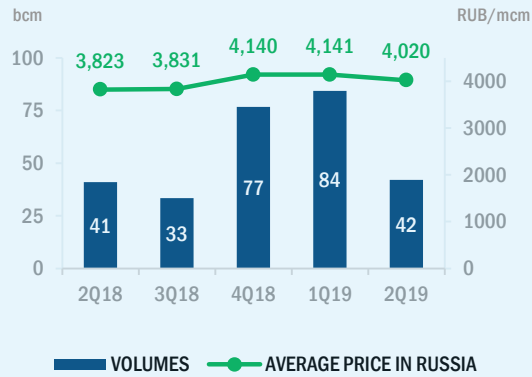


1 EBITDA adjusted for changes in impairment provisions
 2 Profit attributable to PJSC Gazprom's shareholders for the period
 3 Cash capital expenditures
 4 Compared to Net debt as of March 31, 2019

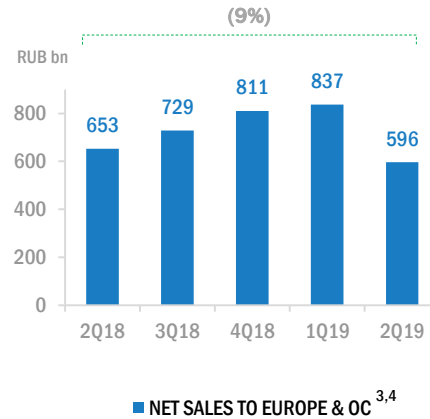
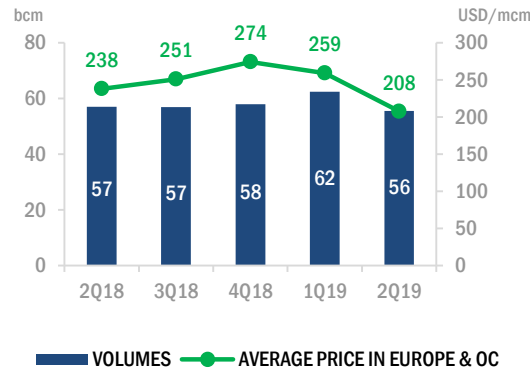
*In order to reflect the effects of the changes in bank deposits (reported as part of Other current assets and Other non-current assets)

GAS BUSINESS

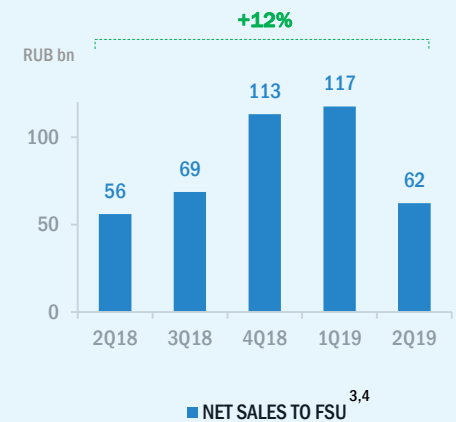
Russia



Europe & OC²



FSU



Calculations may differ due to rounding.

1 Net of value added tax (VAT)

2 OC - other countries, including LNG sales

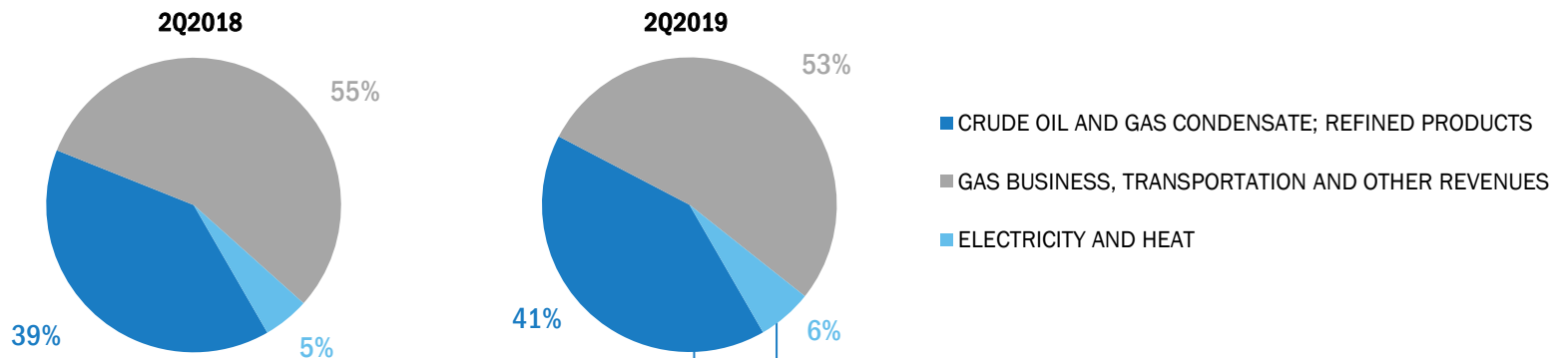
3 VAT is not charged on export sales

4 Net of custom duties and excise tax on gas exports

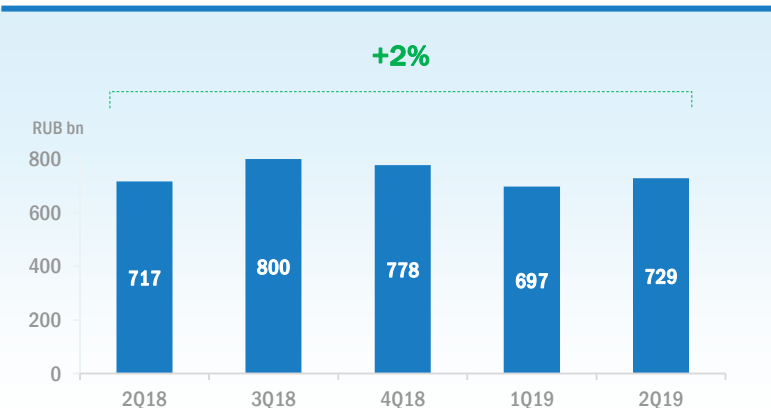
OIL AND ENERGY BUSINESS



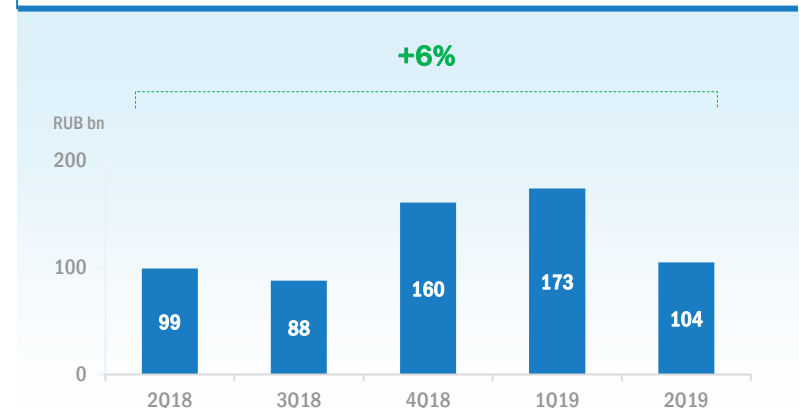
Total sales¹ breakdown



Crude oil and gas condensate; refined products sales



Electricity and heat sales



Calculations may differ due to rounding.

1. Net of value added tax (VAT), excise tax and custom duties.

IMPACT OF BANK DEPOSITS

Key features of bank deposits²:

- Early withdrawal clause
- Deposit term of over 3 months

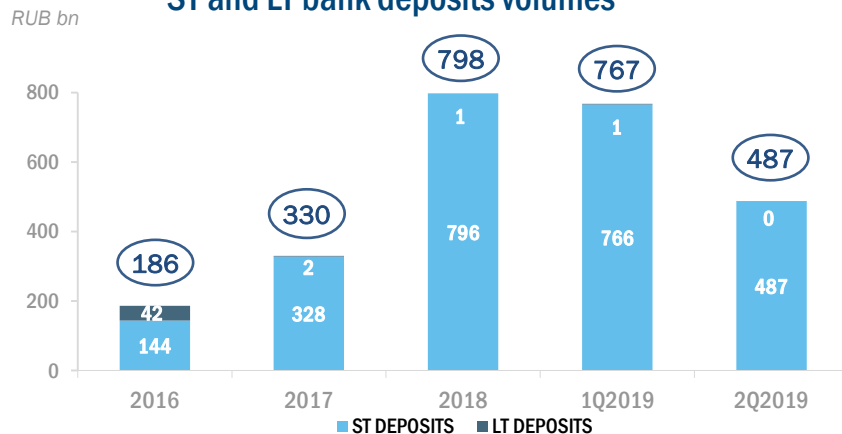
Impact of bank deposits on Net debt:

- Bank deposits are NOT included in Cash and cash equivalents
- Net Debt and Net Debt/EBITDA need to be adjusted for bank deposits for analytical purposes

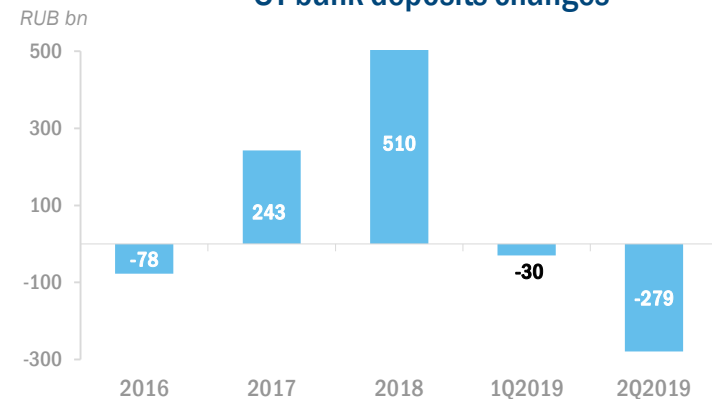
Impact of changes in ST bank deposits on Cash flows:

- Changes in working capital (a part of Operating cash flows) include changes in ST bank deposits
- Operating cash flows and Free cash flow need to be adjusted for changes in ST bank deposits for analytical purposes

ST and LT bank deposits volumes



ST bank deposits changes



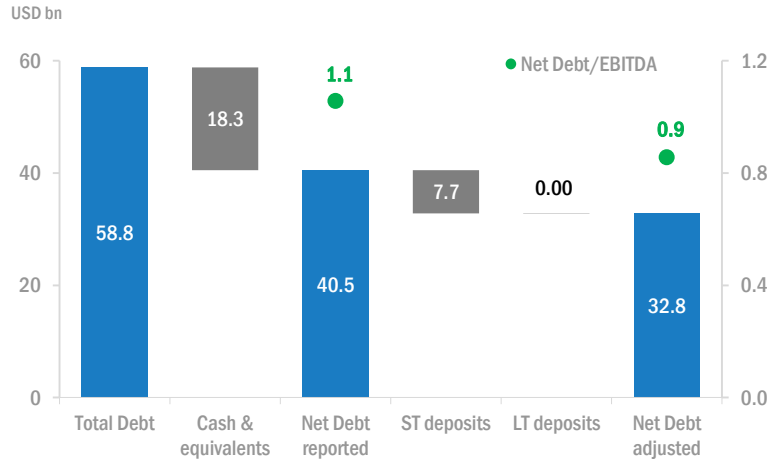
Applying of LT and ST bank deposits is aimed at improving the efficiency of liquidity management

¹ Source: Gazprom 2Q2019 IFRS report, note 13

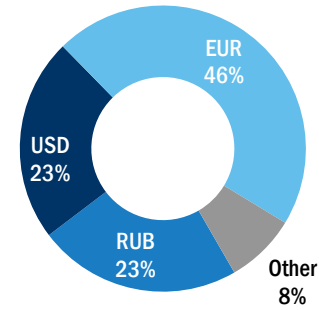
² Reported as a part of Other current assets and Other non-current assets

KEY DEBT METRICS

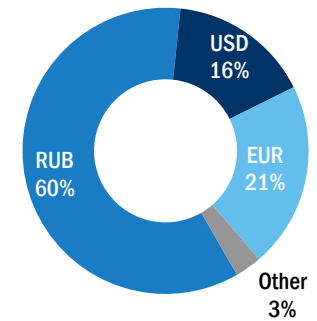
2Q2019 adjusted Net Debt structure¹



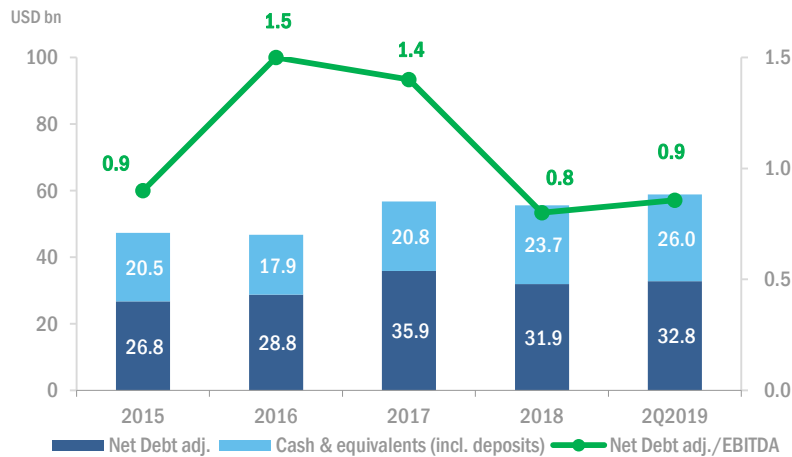
Total Debt breakdown by currency



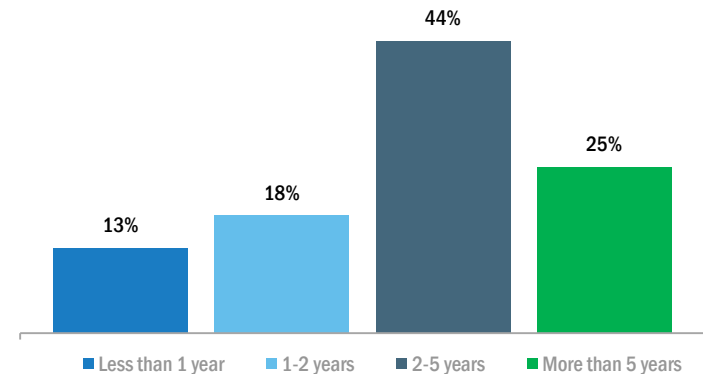
Cash, cash equivalents, bank deposits breakdown by currency



Net Debt adjusted for bank deposits¹



Total Debt maturity profile, 2Q2019

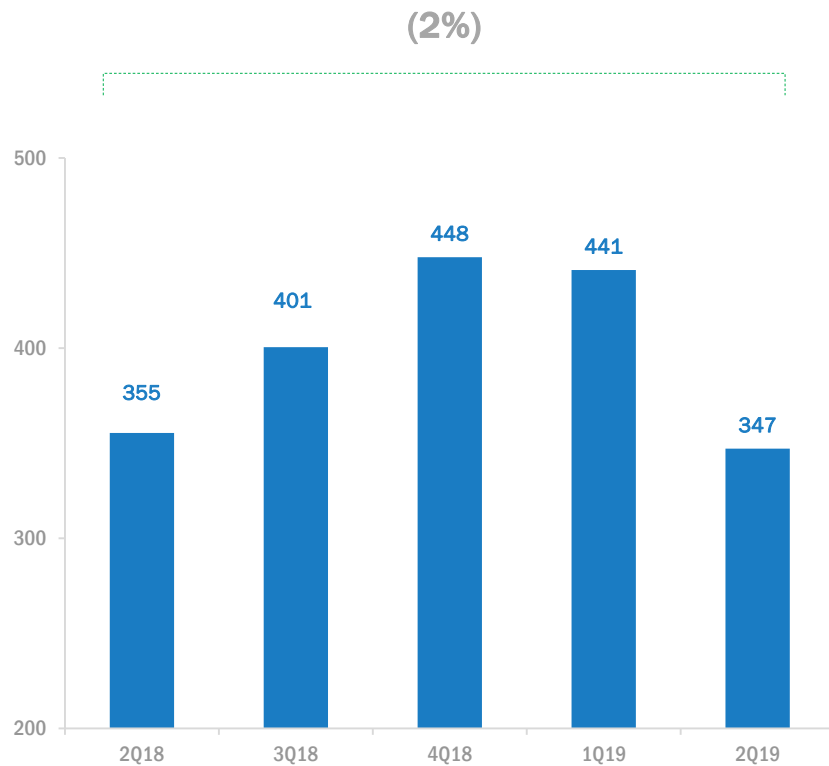


¹ Net Debt adjusted for the bank deposits reported as a part of Other current assets and Other non-current assets (see Slide 8 for details). Based on calculations in USD.

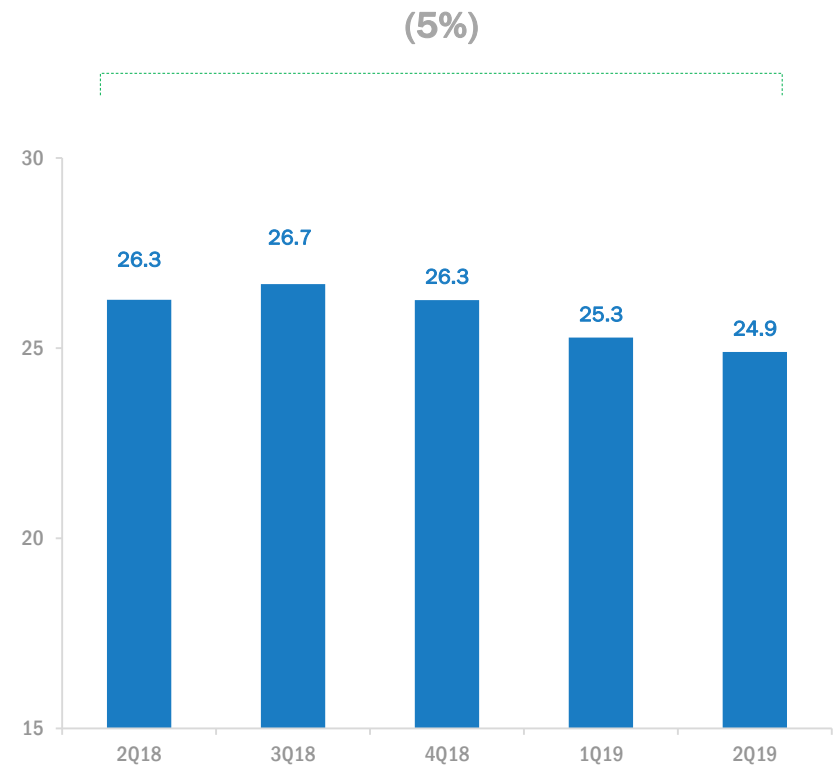
CAPITAL EXPENDITURES

- CAPEX REDUCTION DUE TO CONSTANT COST CONTROL
- MOST PART OF CAPEX NOMINATED IN RUBLES

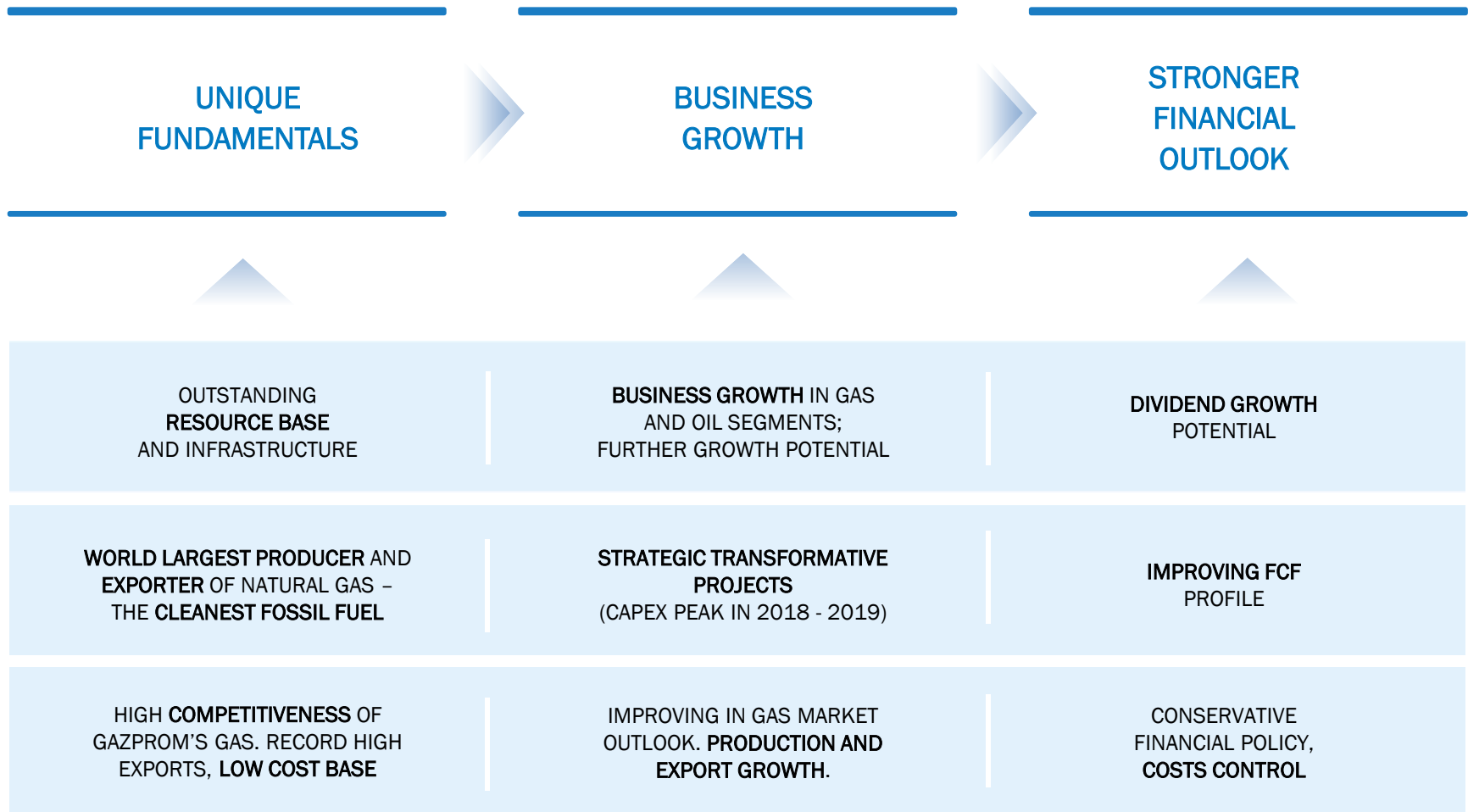
Cash CAPEX (RUR bn)



LTM Cash CAPEX (USD bn)



INVESTMENT CASE FROM PEAK INVESTMENTS TO HIGHER FCF

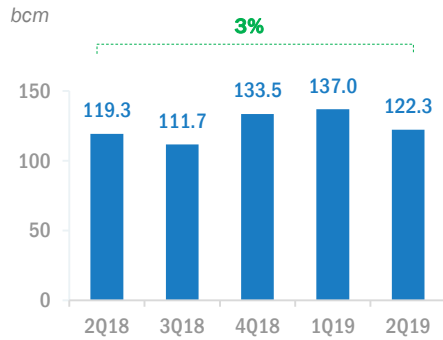




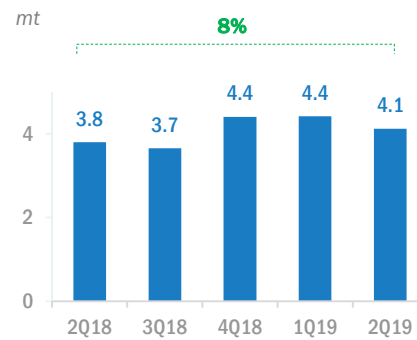
ADDITIONAL INFORMATION

PRODUCTION

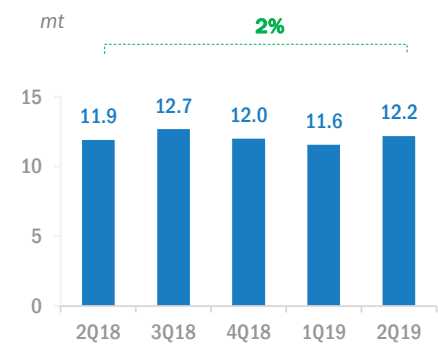
Natural gas



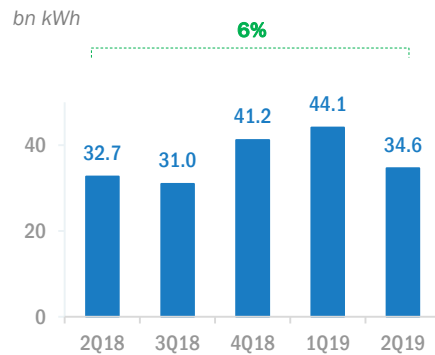
Gas condensate



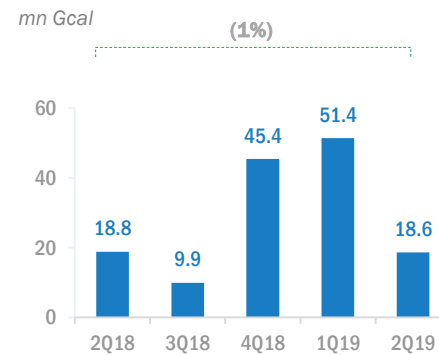
Crude oil



Electricity



Heat



Gazprom Group's volumes produced in Russia
Calculations may differ due to rounding.

RUSSIAN NATURAL GAS BALANCE



Bcm	2017	2018	2Q2018	2Q2019
Natural gas resources	770.29	810.64	182.06	188.79
Domestic gas production	691.19	725.41	174.07	180.32
Other sources including Central Asian and Azerbaijani gas	25.33	23.49	6.76	6.96
Gas withdrawn from underground storage in Russia, Latvia and Europe	50.45	59.33	0.54	0.72
Decrease in the amount of gas within the gas transportation system	3.31	2.42	0.68	0.80
Natural gas distribution	770.29	810.64	182.06	188.79
Domestic consumption	468.01	493.18	96.97	98.05
including needs of the gas transportation system and underground storages	37.81	40.55	9.34	9.22
Gas pumped into underground storages	53.02	56.17	26.59	25.62
Gas for LNG production	15.46	20.94	4.02	10.49
Foreign supplies	197.40	200.29	47.18	47.29
FSU supplies	32.88	36.70	6.68	6.76
Increase in the amount of gas within the gas transportation system	3.52	3.07	0.62	0.57

Source: Company Operating Data

THANK YOU!