

**Statement of material fact on the data, submitted or provided by the Issuer to the respective body (institution) of a foreign state, to a foreign stock exchange and (or) other institutions under a foreign law for the purpose of data disclosure or provision to foreign investors in relation to the distribution or circulation of the Issuer's securities outside the Russian Federation,
Statement on insider information**

1. General information

- 1.1. Full name of the Issuer: **Novolipetsk Steel**
- 1.2. Abbreviated name of the Issuer: **NLMK**
- 1.3. Domicile of the Issuer: **2, Metallurgov sq., Lipetsk, Russia**
- 1.4. OGRN of the Issuer: **1024800823123**
- 1.5. TIN of the Issuer: **4823006703**
- 1.6. The Issuer's unique ID assigned by the registering authority: **00102-A**
- 1.7. Web-site used by the Issuer for information disclosure: **<http://www.lipetsk.nlmk.ru>;
<http://www.e-disclosure.ru/portal/company.aspx?id=2509>**

2. Content

2.1. Type and brief content of the data (kind and title of the document) submitted or provided by the Issuer to the respective body (respective institution) of a foreign state, to a foreign stock exchange and (or) other institutions under a foreign law for the purpose of their disclosure or provision to foreign investors, as well as other identification attributes of the Issuer's issue-grade securities whose distribution or circulation outside of the Russian Federation is the reason for the submission or provision of the subject data:

Press release

17 November 2016

Board of Directors of NLMK Group recommends that the shareholders should approve dividends for 3Q 2016

At a meeting held on 17 November 2016, NLMK Group's Board of Directors recommended NLMK shareholders approve 3Q'16 dividends at the Extraordinary General Shareholders' Meeting which will be held on 23 December 2016.

NLMK Group's Board of Directors recommended NLMK shareholders approve 3Q'16 dividends of RUB 21,755 m, or RUB 3.63 per share, which is equivalent to 87% of NLMK Group's net profit or 71% of the Company's free cash flow for 3Q 2016 based on the IFRS consolidated financial statements. 9M'16 total dividends will amount to RUB 35,000 m, which is equivalent to 86% of NLMK Group's net profit or 60% of the Company's free cash flow for 9 months of 2016 based on the IFRS consolidated financial statements.

Dividend yield * on 3Q'16 dividends will total 9.7%.

The list of persons entitled to participate in the Extraordinary General Shareholders' Meeting will be formed on the basis of the Register of the common share owners as of 28 November 2016.

It was also recommended that the shareholders set the date upon which the persons entitled to 3Q'16 dividends will be determined as 9 January 2017.

* * *

*Dividend yield is calculated as the sum of dividends for the period, y-o-y, divided by the sum of the company's market capitalization on the last day of the relevant period.

Identification attributes of the Issuer's issue-grade securities whereof any distribution or circulation outside the Russian Federation is the reason for the submission or provision of the subject data:

Issue-grade securities in circulation outside the Russian Federation: **uncertified registered common shares, state registration number 1-01-00102-A dd. 09.04.2004, ISIN RU0009046452.**

Summary of the issue program (type of the program) related to the foreign Issuer's depository securities certifying the rights in respect of the stock of the corresponding category (type): **Global Depository Shares issued by Deutsche Bank Trust Company Americas in accordance with Rule 144A, as well as Regulation S of the US Securities Act. Each Global Depository Share (ISIN: US67011E2046) certifies rights to 10 common shares of NLMK.**

Name of the foreign trade arranger(-s) in charge of circulation of the Issuer's shares (depository securities representing rights in respect of the Issuer's shares): **London Stock Exchange plc.**

2.2. The date when the data were submitted or provided by the Issuer to the respective body (institution) of a foreign state, to a foreign stock exchange and (or) other institutions under a foreign law for the purpose of their disclosure or provision to foreign investors: **17 November 2016**

2.3. The website where the text of the document was published, containing the data submitted or provided by the Issuer to the respective body (institution) of a foreign state, to a foreign stock exchange and (or) other institutions under a foreign law for the purpose of their disclosure or provision to foreign investors in relation to the distribution or circulation of the Issuer's securities outside the Russian Federation: **www.nlmk.com/ru.**

2.4. The date of the web publishing of the document containing the data submitted or provided by the Issuer to the respective body (institution) of a foreign state, to a foreign stock exchange and (or) other institutions under a foreign law for the purpose of their disclosure or provision to foreign investors in relation to the distribution or circulation of the Issuer's securities outside the Russian Federation: **17 November 2016**

3. Signature

3.1. **Authorized representative
of NLMK by virtue of
Power of Attorney No.43 dd. 01.02.2016**

V.A. Loskutov

(signature)

3.2. **Date: 17 November 2016**

Stamp