

**Statement of material fact regarding the resolution to approve the Bond Program;
Statement of 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. The Issuer's management body that has passed the resolution on approval of the Bond Program and the way of decision-making (type of general meeting (annual or extraordinary)) in case the Issuer's management body that has passed the resolution on approval of the Bond Program is a general shareholders' meeting, as well as form of voting (joint presence or absentee voting): **Issuer's Board of Directors, absentee voting.**
- 2.2. Date of the meeting of the Issuer's management body, where the resolution to approve the Bond Program was passed: **October 28, 2016 (closing date of voting ballots receipt).**
Venue of the meeting of the Issuer's management body, where the resolution to approve the Bond Program was passed: **Not applicable.**
- 2.3. Date and number of the minutes of the Issuer's management body meeting at which the resolution to approve the Bond Program was passed: **October 28, 2016, MoM No. 242.**
- 2.4. Quorum and results of voting on passing the resolution to approve the Bond Program: **9 of 9 members of the Board of Directors voted. There is a quorum for decision-making. The resolution is passed.**
- 2.5. The maximum amount of par values of the bonds distributable under the Bond Program: **RUB 200,000,000,000 (Two hundred billion Russian rubles) incl., or an equivalent amount in a foreign currency at the exchange rate of the Bank of Russia effective on the date when the Issuer's management body passes the resolution to approve the Terms of Issue.**
- 2.6. Maximum period for the repayment of bonds distributed under the Bond Program: **10,920 (Ten thousand nine hundred twenty) days from the opening date of the Bond distribution under the Bond Program.**
- 2.7. Period of the Bond Program effect: **permanent.**
- 2.8. If the course of emission of the bonds distributed under the Bond Program requires registration (exchange submission) of the bond prospectus - relevant information: **The Securities Prospectus is submitted to the exchange CJSC MICEX SE with the documents for assigning an identification number to the Bond Program series 001R.**

3. Signature

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

(signature) **V.A. Loskutov**

3.2. **Date: October 28, 2016**

Stamp