

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

31.10.2016

Management comments on the recommendation on dividends for Q3

NLMK Group, a global steelmaking company having assets in Russia, USA and EU, informs that management of the Group intends to recommend approving the dividends for Q3 2016 in the amount of \$350 m, i.e. 75% of the Group's free cash flow in Q3 2016.

For reference: November 17, 2016, Board of Directors of NLMK Group will recommend the shareholders to approve the dividends for Q3 2016 at an extraordinary general shareholders' meeting.

Additional information:

- Presentation of financial results for 3Q 2016:
http://nlmk.com/upload/iblock/28b/presentation_3q_2016_ifrs_results.pdf
- Section "Dividends" at the corporate web-site: <http://nlmk.com/en/investor-relations/shareholder-centre/dividends/>

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 Depositary 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 Depositary 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: **October 31, 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: **October 31, 2016.**

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 31, 2016**

Stamp