

Appendices

Appendix 1. Information about the Report

Contents of the Report

The public annual report of JSC Atomredmetzoloto for 2017 (hereafter referred to as the Report) is the 10th integrated report of the Holding Company.

Report Scope

JSC Atomredmetzoloto's business operations from 1/1/2017 until 12/31/2017.

The report covers all main companies within the Holding Company's management structure.

JSC Atomredmetzoloto Annual Report 2016 was published at the Company's web site at www.armz.ru (Shareholders and Investors > Information Disclosure > Annual Reports) in July 2017.

Federal Regulations:

- Federal Law No. 208-FZ dd. 12/26/1995 On Joint-Stock Companies;
- Federal Law No. 402-FZ dd. 12/6/2011 «On Accounting»;
- CBR Regulation No. 454-П dd. 12/30/2014 «On Information Disclosure by Issuers of Securities»;
- CBR Letter No. 06-52/2463 dd. 4/10/2014 «On the Corporate Governance Code».

International Public Reporting Standards:

- International stakeholder relation standards series AA1000 (Institute of Social and Ethical Accountability);
- Integrated Reporting Standard of the International Integrated Reported Council (IIRC);
- Sustainable Development Reporting Standard of the Global Reporting Initiative (GRI);
- ISO 26000:2010 Social Responsibility Manual, etc.

ROSATOM's Regulatory Documents:

- ROSATOM's Harmonized Industrial Public Reporting Policy approved by Order of ROSATOM No. 1/1069-П dd. 11/11/2015;
- Harmonized Methodological Guidelines on Public Reporting of ROSATOM and Its Organizations approved by Order of ROSATOM No. 1/671-П dd. 7/18/2017

JSC Atomredmetzoloto's Regulatory Documents:

- JSC Atomredmetzoloto's Public Annual Reporting Standard

Scope:
GRI SRS Core

Priority Topic of the Report: Performance for Ten Years: New Prospects of Sustainable Development

STANDARDS AND REGULATORY REQUIREMENTS USED IN THE COURSE OF REPORT DRAFTING

Process of Drafting and Identifying the Contents of the Report

The Report was drafted in close cooperation with stakeholders.

In November 2017, remote dialog was held to discuss the concept of the Report.

On 24 January 2018, two dialogs were held to discuss the priority topic.

On 25 April 2018, public consultations were held to discuss the draft Report.

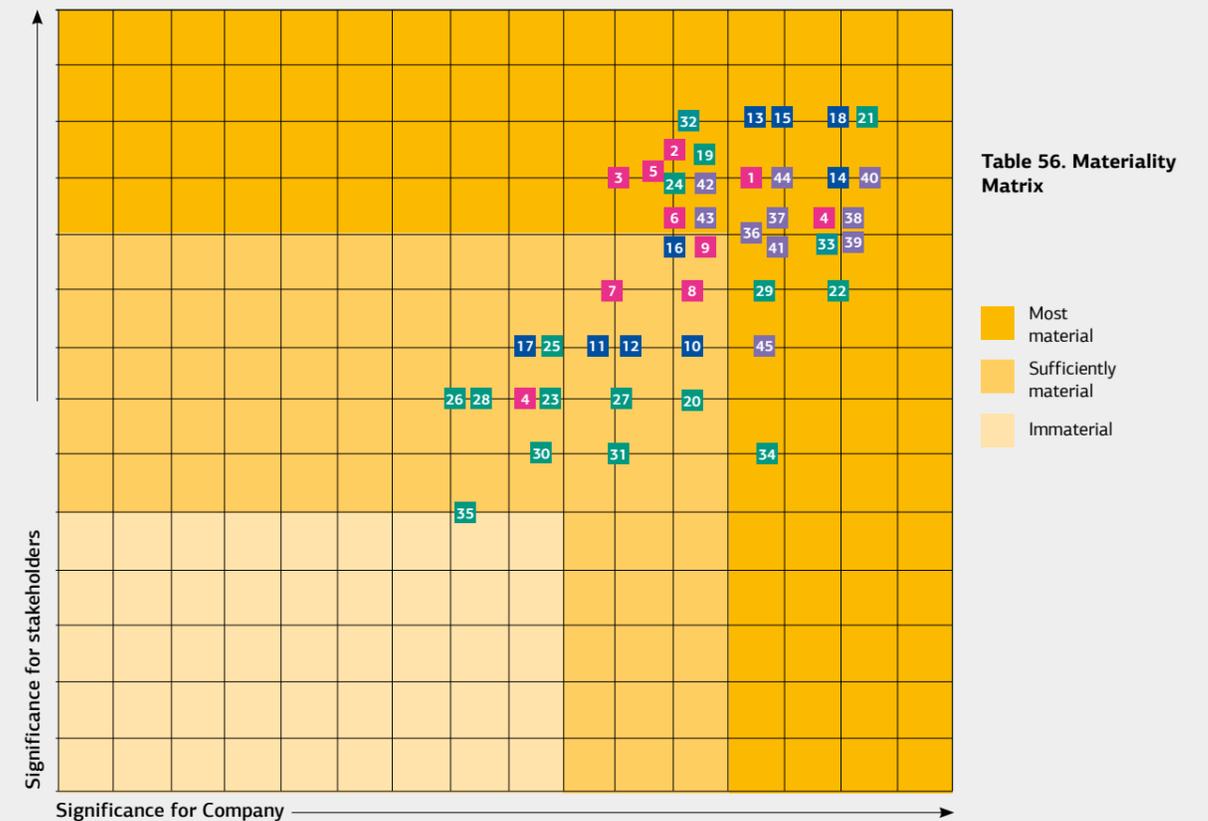
For details, see the Dialogs with Stakeholders during Report Drafting section.

Process of Identifying Materiality of Information

In accordance with the International Integrated Reporting Standard and Sustainable Development Manual GRI SRS, representatives of the Holding Company's stakeholders were surveyed in November 2017 to prioritize material topics.

Survey resulted into adjustment of material topics of the Holding Company's business for further disclosure thereof in the Report with some topics proclaimed immaterial (Suppliers, Labor Remuneration, Indentured Labor, Local Communities, Partner Relations, etc.); some topics

combined with others (Indentured and Child Labor, Marketing and Labeling, etc.); some topics clarified (Claims – Claims against Infringement of Human Rights); and new topics arising (Digitalization).



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| <p>ECONOMY TOPICS</p> <ul style="list-style-type: none"> 1 Financial performance 2 Market presence 3 Indirect economic effects 4 Procurement 5 Business stability 6 Innovations 7 Corporate governance 8 Diversification 9 Investments <p>ENVIRONMENTAL TOPICS</p> <ul style="list-style-type: none"> 10 Materials 11 Power consumption 12 Water consumption 13 Emissions and wastes 14 Product safety 15 Environmental compliance 16 Environmental investments 17 Biodiversity 18 Emergency readiness | <p>SOCIAL TOPICS</p> <p>Approaches to labor organization and good faith labor</p> <ul style="list-style-type: none"> 19 Employment 20 Employee and management relations 21 Labor health and safety 22 Training and education 23 Equal opportunities 24 Social security 25 Claims <p>Human rights</p> <ul style="list-style-type: none"> 26 Non-discrimination 27 Freedom of association 28 Child and indentures labor 29 Safety 30 Right of indigenous peoples 31 Claims against human rightinfringement | <p>Society</p> <ul style="list-style-type: none"> 32 Influence on operation area <p>Product liability</p> <ul style="list-style-type: none"> 33 Consumer health and safety 34 Marketing and labeling 35 Consumer privacy <p>Specific Topics</p> <ul style="list-style-type: none"> 36 NFC Location 37 Global uranium markets 38 Development strategy 39 Value chain 40 Future forecast 41 Feedstock base development 42 Performance management 43 Risk management 44 Labor and industrial 45 Industry digitalization |
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There are no material changes to scopes of material topics compared with previous reports.

The performance indicators provided in this Report belong to the following perimeters:

- production figures are presented according to the data on assets: PJSC PIMCU, JSC Dalur,

JSC Khiagda, JSC RUSBURMASH and JSC VNIPIpromtehnologii;

- environmental performance indicators: PJSC PIMCU, JSC Dalur, JSC Khiagda;

- staff and labor safety performance indicators JSC Atomredmetzoloto, JSC Dalur, JSC Khiagda, JSC RUSBURMASH,

JSC VNIPIpromtehnologii and LLC ARMZ Service;

- financial performance indicator: for the reporting consolidation scope in accordance with RAS requirements.

Authentication of Information

The final version of the Report has been approved by the Director General of the Company and its Board of Directors.

Disclaimer Regarding Forecast

The Report contains forecast declarations regarding production, finance, economy and social indicators of the Company's further development. Implementation of our assumptions and intentions depends immediately on the political, economic, social, and regulatory situation. For this reason, the actual Company's performance may be different from the forecast.

VERIFICATION OF THE REPORT

- Financial Audit – Nexia Pacioli Group of Companies
- Inspection by the Internal Control and Audit Service
- Public Endorsement

Appendix 2. Table of GRI Disclosures

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GRI 416. Consumer Health and Safety					
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GRI 417. Marketing and Labeling					
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GRI 418. Customer Privacy					
418-1	60				
GRI 419. Socioeconomic Compliance					
419-1	60				