

SIBUR announces limited operational update for 9 months 2015

2 December 2015

PAO SIBUR Holding, an integrated gas processing and petrochemicals company and a leader in the Russian petrochemicals industry, today publishes limited operational update for the three and nine months ended 30 September 2015.

KEY HIGHLIGHTS FOR 9 MONTHS 2015

- Associated petroleum gas (APG) processing volumes increased by 3.2%⁽¹⁾ year-on-year;
- Raw natural gas liquids (raw NGL) fractionation volumes increased by 26.3%⁽²⁾ year-on-year;
- Polypropylene production volumes increased by 45.8% year-on-year;
- Liquefied petroleum gas (LPG) sales volumes increased by 22.4% year-on-year;
- Naphtha sales volumes decreased by 50.6% year-on-year due to the termination of low-margin trading operations via Ust-Luga;
- Plastics and organic synthesis products sales volumes increased by 21.4% year-on-year;
- Total revenue increased by 19.3%⁽³⁾ year-on-year;
- Revenue from sales of energy products increased by 2.2%⁽³⁾ year-on-year;
- Revenue from sales of petrochemicals increased by 40.8% year-on-year;
- ZapSibNeftekhim financing totaled RR 18.2 billion (net of VAT).

Tonnes, except as stated	Three months ended			Nine months ended		
	30 September 2015	2014	Change, %	30 September 2015	2014	Change, %
Processing and production volumes						
APG processing ⁽¹⁾ (thousand cubic metres)	5,431,379	5,010,127	8.4%	15,856,036	15,367,259	3.2%
APG processing, SIBUR's share ⁽³⁾ (thousand cubic metres)	5,302,532	5,005,764	5.9%	15,603,020	13,947,193	11.9%
Natural gas production ⁽¹⁾ (thousand cubic metres)	4,588,440	4,332,741	5.9%	13,495,487	13,328,927	1.2%
Natural gas production, SIBUR's share ⁽⁴⁾ (thousand cubic metres)	4,584,519	4,328,974	5.9%	13,468,650	11,966,174	12.6%
Raw NGL fractionation ⁽²⁾⁽⁵⁾	1,945,773	1,544,309	26.0%	5,726,113	4,533,876	26.3%
Raw NGL fractionation, SIBUR's share	1,645,773	1,342,059	22.6%	4,826,113	4,204,696	14.8%
Sales volumes						
Natural gas sales volumes (thousand cubic metres)	4,409,848	4,137,438	6.6%	12,961,544	11,491,642	12.8%
LPG sales volumes	1,092,246	798,470	36.8%	3,122,273	2,551,384	22.4%
MTBE, other fuels & fuel additives sales volumes	140,896	155,613	(9.5%)	439,402	448,127	(1.9%)
Petrochemical products sales volumes	608,787	559,445	8.8%	1,950,430	1,591,136	22.6%
Plastics and organic synthesis products	223,234	201,605	10.7%	695,803	573,220	21.4%
Basic polymers	146,789	155,728	(5.7%)	522,285	460,195	13.5%
Synthetic rubbers	100,328	88,644	13.2%	312,804	266,925	17.2%
Intermediates and other chemicals	138,437	113,468	22.0%	419,538	290,796	44.3%
Revenue (RR millions)						
Total energy products sales revenue	46,918	56,063	(16.3%)	134,377	163,457	(17.8%)
Total energy products sales revenue (excl. trading operations) ⁽³⁾	46,918	42,336	10.8%	133,842	130,954	2.2%
Total petrochemical products sales revenue	43,887	32,920	33.3%	130,728	92,849	40.8%
Other revenue	4,329	3,157	37.1%	11,426	7,545	51.4%
Total revenue	95,134	92,140	3.2%	276,531	263,852	4.8%
Total revenue (excl. trading operations)⁽³⁾	95,134	78,413	21.3%	275,996	231,349	19.3%

⁽¹⁾ Including Rosneft's share in the processing / production volumes of OOO Yugragazpererabotka in the first quarter of 2014.

⁽²⁾ Including fractionation volumes under processing arrangements.

⁽³⁾ Revenue adjusted for estimated value of naphtha trading operations via Ust-Luga, ceased in 2015.

⁽⁴⁾ Excluding Rosneft's share in the processing / production volumes of OOO Yugragazpererabotka in the first quarter of 2014.

⁽⁵⁾ Following the acquisition of control in OOO Yugragazpererabotka, we changed our approach to the treatment of raw NGL production and fractionation volumes at Nyagan GPP.

OPERATIONAL HIGHLIGHTS

Energy Products Sales Revenue

RR millions, except as stated	Three months ended 30 September					Nine months ended 30 September				
	2015	% of energy products sales revenue ⁽¹⁾	2014	% of energy products sales revenue ⁽¹⁾	Change, %	2015	% of energy products sales revenue ⁽¹⁾	2014	% of energy products sales revenue ⁽¹⁾	Change, %
LPG	19,627	41.8%	17,994	42.5%	9.1%	58,861	44.0%	57,365	43.8%	2.6%
Natural gas	11,112	23.7%	9,771	23.1%	13.7%	31,221	23.3%	27,361	20.9%	14.1%
Naphtha	8,108	17.3%	19,754	46.7%	(59.0%)	23,177	17.3%	53,973	41.2%	(57.1%)
<i>Naphtha (excl. trading operations)</i>	8,108	17.3%	6,027	14.2%	34.5%	22,642	16.9%	21,470	16.4%	5.5%
MTBE	5,773	12.3%	4,997	11.8%	15.5%	15,964	11.9%	13,995	10.7%	14.1%
Raw NGL	1,342	2.9%	2,456	5.8%	(45.4%)	2,244	1.7%	7,663	5.9%	(70.7%)
Other fuels and fuel additives	957	2.0%	1,091	2.6%	(12.3%)	2,909	2.2%	3,100	2.4%	(6.2%)
Total energy products sales revenue	46,918	<i>n/m</i>	56,063	<i>n/m</i>	(16.3%)	134,377	<i>n/m</i>	163,457	<i>n/m</i>	(17.8%)
<i>Total energy products sales revenue (excl. trading operations)⁽¹⁾</i>	46,918	100.0%	42,336	100.0%	10.8%	133,842	100.0%	130,954	100.0%	2.2%

In the nine months ended 30 September 2015, our revenue from sales of energy products adjusted for estimated value of naphtha trading operations via Ust-Luga increased by 2.2% year-on-year to RR 133,842 million. Without such adjustment, in the nine months ended 30 September 2015, our revenue from sales of energy products decreased by 17.8% year-on-year to RR 134,377 million on lower revenue from sales of naphtha and raw NGL, partially compensated by an increase in revenue from sales of natural gas, MTBE and LPG. The decrease in revenue from sales of naphtha was attributable to lower sales volumes, as we ceased trading operations via the Ust-Luga transshipment facility. The decrease in raw NGL revenue was a result of increased internal use for the production of higher value-added products. The increase in natural gas revenue was a result of changes in the terms of cooperation with Rosneft and the full consolidation of Yugragazpererabotka in March 2014. Revenue from sales of MTBE increased on higher average selling price; the increase in revenue from sales of LPG was a result of higher production and sales volumes. Collapsed pricing in international markets was largely compensated by alleviation of export duties and the Russian rouble depreciation.

- *LPG*: sales revenue up 2.6% year-on-year to RR 58,861 million; sales volumes up 22.4% year-on-year on an 18.6% increase in production following the launch of integrated transportation and fractionation capacities in 2014, which enabled SIBUR to process increased volumes of available light raw NGL feedstock. The increase in production was partially offset by the growth in internal sales to the petrochemicals business on higher Tobolsk-Polymer capacity utilisation. The effective average selling price down 16.2% in RR terms following the dynamics of international market prices in RR terms.
- *Natural gas*: sales revenue up 14.1% year-on-year to RR 31,221 million due to the full consolidation of natural gas volumes produced at the GPPs of Yugragazpererabotka after gaining full control over the JV in March 2014.
- *Naphtha*: sales revenue down 57.1% year-on-year to RR 23,177 million; sales volumes down 50.6% year-on-year following the termination of purchases of the product for resale.
- *MTBE*: sales revenue up 14.1% year-on-year to RR 15,964 million on a 14.6% increase in the effective average selling price in RR terms following the dynamics of international market prices in RR terms.
- *Raw NGL*: sales revenue down 70.7% year-on-year to RR 2,244 million; sales volumes down 73.1% year-on-year on a 14.8% increase year-on-year in fractionation volumes following the expansion of fractionation capacity and a 42.0% increase year-on-year in volumes processed at SIBUR petrochemical production sites.
- *Export duties*: support for LPG and naphtha netbacks on lower export duties; 68.2% decrease in naphtha export duty (in USD terms); zeroing of LPG export duty from February 2015 as compared to the average export duty of USD 148 in the nine months ended 30 September 2014.

⁽¹⁾ Revenue adjusted for estimated value of naphtha trading operations via Ust-Luga, ceased in 2015.

Petrochemical Products Sales Revenue

RR millions, except as stated	Three months ended 30 September					Nine months ended 30 September				
	% of petchem sales revenue		% of petchem sales revenue		Change %	% of petchem sales revenue		% of petchem sales revenue		Change %
	2015	2014	2015	2014		2015	2014	2015	2014	
Plastics and organic synthesis products	16,696	11,661	38.0%	35.4%	43.2%	47,723	33,012	36.5%	35.6%	44.6%
Basic polymers	11,225	9,440	25.6%	28.7%	18.9%	36,705	26,135	28.1%	28.1%	40.4%
Synthetic rubbers	9,147	6,636	20.8%	20.2%	37.8%	26,573	20,124	20.3%	21.7%	32.0%
Intermediates and other chemicals	6,819	5,182	15.5%	15.7%	31.6%	19,727	13,578	15.1%	14.6%	45.3%
Total petrochemical products sales revenue	43,887	32,920	100.0%	100.0%	33.3%	130,728	92,849	100.0%	100.0%	40.8%

In the nine months ended 30 September 2015, our revenue from sales of petrochemical products increased by 40.8% year-on-year to RR 130,728 million on higher sales of basic polymers, plastics and organic synthesis products, as well as certain intermediates and other chemicals as a result of capacity expansions and support from Russian rouble depreciation. Synthetic rubbers showed slight recovery as compared to a low base of 2014 benefiting from lower feedstock costs.

- *Plastics and organic synthesis products*: sales revenue up 44.6% year-on-year to RR 47,723 million on higher sales volumes of glycols by 97.8%, PET by 17.1%, and BOPP-films by 29.4%, following capacity expansions, as compared to the low base of 2014 inter alia as a result of lengthy shutdowns in Kstovo and Dzerzhinsk in 2014.
- *Basic polymers*: sales revenue up 40.4% year-on-year to RR 36,705 million primarily due to 28.4% growth in PP sales volumes following a year-on-year increase in Tobolsk-Polymer Plant average capacity utilisation rate. The growth was also driven by higher average selling prices for PP and LDPE due to the Russian rouble depreciation.
- *Synthetic rubbers*: sales revenue up 32.0% year-on-year to RR 26,573 million due to higher capacity load on collapsed feedstock pricing and Russian rouble depreciation as compared to a low base of 2014. Completed homologation with key clients for thermoplastic elastomers additionally contributed to the revenue growth. Sales volumes of commodity rubbers and thermoplastic elastomers increased by 14.5% and 59.8%, respectively.
- *Intermediates and other chemicals*: sales revenue up 45.3% year-on-year to RR 19,727 million, primarily due to higher revenue from sales of ethylene and propylene due to the increase in production inter alia following the expansion of the cracking capacity in Kstovo in 2014, as well as higher revenues from sales of ethylene oxide following the expansion of ethylene oxide capacity at the production site in Dzerzhinsk in 2014.

Decline in international market prices in USD terms was at a lower rate compared to the collapse in hydrocarbon feedstock pricing, while Russian rouble depreciation was a natural hedge to our effective average selling prices despite declined market prices for most products.

Key Feedstock Purchases

RR millions, except as stated	Three months ended			Change, %	Nine months ended		
	30 September		2014		30 September		Change, %
	2015	2014			2015	2014	
APG	5,668	5,560	1.9%	16,337	14,231	14.8%	
NGLs	6,515	6,477	0.6%	18,696	19,081	(2.0%)	
Paraxylene	1,829	1,165	57.0%	4,836	3,678	31.5%	
Polypropylene	552	1,991	(72.3%)	1,458	4,309	(66.2%)	

In the nine months ended 30 September 2015, our hydrocarbon feedstock purchases were impacted by the full consolidation of Yugragazpererabotka from March 2014, when we changed approach to the treatment of APG and NGLs, while there were no changes to the available volumes at operational level.

- *APG*: purchasing expenses up 14.8% year-on-year to RR 16,337 million; purchasing volumes up 11.9% and purchase price up 2.6% year-on-year due to the consolidation of Yugragazpererabotka and the related new terms of cooperation with Rosneft; 3.2% increase year-on-year in total processing volumes.

- *NGLs*: purchasing expenses down 2.0% year-on-year to RR 18,696 million; purchasing volumes up 2.6% and average purchase price down 4.5% year-on-year due to the consolidation of Yugragazpererabotka.
- *Paraxylene*: purchasing expenses up 31.5% year-on-year to RR 4,836 million; purchasing volumes up 8.6% on an 8% increase year-on-year in PET production volumes and 21.1% increase year-on-year in average purchase price, reflecting the tax maneuver in the Russian oil industry in 2015⁽¹⁾.
- *Polypropylene*: purchasing expenses down 66.2% year-on-year to RR 1,458 million; purchasing volumes down 74.0% due to substitution of feedstock purchases by internal PP production on higher Tobolsk-Polymer capacity utilisation.

CAPITAL EXPENDITURES

The following table presents data on financing of our key investment projects for the three and nine months ended 30 September 2015 and 2014:

<i>RR millions, except as stated</i>		Three months ended		Nine months ended		Completion
		30 September		30 September		
Location	Description	2015	2014	2015	2014	
Feedstock and Energy						
Gas fractionation / gas processing capacity modernisation and expansion						
Tobolsk	Second GFU expansion	790	26	1,849	150	2016
Yamal-Nenets Autonomous Area	APG processing capacity expansion at Vyngapurovskiy GPP	1,647	1,151	5,260	4,006	2015
Petrochemicals						
Tobolsk	ZapSibNeftekhim (ZapSib-2)	5,303	12,083	18,219	12,876	2020
Tomsk	Expansion of PP and LDPE production	1,015	940	2,689	1,496	2016

BORROWINGS

Total Debt and Net Debt

<i>RR millions, except as stated</i>	As of 30 September 2015	As of 30 June 2015	As of 31 December 2014	Change, % vs 30 Jun 2015	Change, % 30 Sept 2015 vs 31 Dec 2014
Total debt	278,174	254,067	206,294	9.5%	34.8%
Cash and cash equivalents	6,297	9,897	27,667	(36.4%)	(77.2%)
Bank deposits	8,600	8,967	-	(4.1%)	n/m
Net debt	263,277	235,203	178,627	11.9%	47.4%

Debt Maturity Profile

<i>RR millions, except as stated</i>	As of 30 September 2015	% of total borrowings	As of 30 June 2015	% of total borrowings	As of 31 December 2014	% of total borrowings	Change, % 30 Sept 2015 vs 31 Dec 2014
Due for repayment:							
Within one year	85,722	30.8%	92,983	36.6%	56,240	27.3%	52.4%
Between one and two years	30,986	11.1%	18,448	7.3%	31,500	15.3%	(1.6%)
Between two and five years	141,884	51.0%	125,114	49.2%	105,062	50.9%	35.0%
After five years	19,582	7.0%	17,522	6.9%	13,492	6.5%	45.1%
Total debt	278,174	100.0%	254,067	100.0%	206,294	100.0%	34.8%

⁽¹⁾ As part of the tax maneuver in the Russian oil industry, starting 2015 an excise duty was set for paraxylene, while previously it was not subject to it, which resulted in a 21.1% increase year-on-year in the effective average purchase price. However, SIBUR is eligible for an offsetting tax deduction, as we process paraxylene into non-excisable petrochemical products. The related reverse will be reflected as recoverable excise in our operating expenses.

Debt Currency Structure

<i>RR millions, except as stated</i>	As of 30 September 2015	<i>% of total borrowings</i>	As of 30 June 2015	<i>% of total borrowings</i>	As of 31 December 2014	<i>% of total borrowings</i>	Change, % 30 Sept 2015 vs 31 Dec 2014
Denominated in:							
Russian rouble	59,182	21.3%	65,293	25.7%	39,030	18.9%	51.6%
Euro	17,037	6.1%	13,340	5.3%	8,112	3.9%	110.0%
US Dollar	201,954	72.6%	175,434	69.1%	159,152	77.1%	26.9%
Total debt	278,174	100.0%	254,067	100.0%	206,294	100.0%	34.8%

- *Total debt*: a 9.5% increase to RR 278,174 million vs. 30 June 2015 mainly due to RR depreciation, while a 34.8% increase vs. 31 December 2014 was attributable to the new borrowings to fund the acquisition of a 49% stake in Yugragazpererabotka (fully paid in April 2015), first drawdown of EUR 115 million out of EUR 1,676 million ECA-backed committed credit line for ZapSibNeftekhim (ZapSib-2).
- *Net debt*: an 11.9% increase to RR 263,277 million vs. 30 June 2015 and a 47.4% increase vs. 31 December 2014, which was attributable to the growth in total debt and lower cash balances due to repayment of the USD 1 billion related to OOO Yugragazpererabotka acquisition from accumulated cash.
- *Credit lines*: RR 255,275 million available under existing credit facilities denominated in Russian roubles, US dollars and euros, both short- and long-term, of which an equivalent of RR 150,610 million committed.

The published data may be revised when we publish the IFRS audited consolidated financial information as of and for the year ended 31 December 2015 and supporting MD&A.

APPENDIX⁽¹⁾

Energy Products

Production and Sales Volumes

<i>Tonnes, except as stated</i>	Three months ended			Nine months ended		
	30 September		Change, %	30 September		Change, %
	2015	2014		2015	2014	
LPG						
Production ⁽²⁾	1,577,972	1,243,789	26.9%	4,786,925	3,614,256	32.4%
Production, SIBUR's share	1,282,472	1,044,572	22.8%	3,900,425	3,290,014	18.6%
External sales	1,092,246	798,470	36.8%	3,122,273	2,551,384	22.4%
<i>Domestic</i>	325,602	232,259	40.2%	844,324	641,167	31.7%
<i>Export</i>	766,644	566,212	35.4%	2,277,949	1,910,217	19.3%
Natural gas (thousand cubic metres)						
Production ⁽³⁾	4,588,440	4,332,741	5.9%	13,495,487	13,328,927	1.2%
Production, SIBUR's share⁽⁴⁾	4,584,519	4,328,974	5.9%	13,468,650	11,966,174	12.6%
External sales	4,409,848	4,137,438	6.6%	12,961,544	11,491,642	12.8%
<i>Domestic</i>	4,409,848	4,137,438	6.6%	12,961,544	11,491,642	12.8%
<i>Export</i>	-	-	n/m	-	-	n/m
Naphtha						
Production	395,040	369,153	7.0%	1,105,443	1,081,181	2.2%
External sales	317,951	666,147	(52.3%)	898,554	1,817,195	(50.6%)
<i>Domestic</i>	32,464	4,369	643.0%	80,499	35,351	127.7%
<i>Export</i>	285,487	661,777	(56.9%)	818,056	1,781,844	(54.1%)
MTBE						
Production	103,929	112,450	(7.6%)	328,317	333,062	(1.4%)
External sales	106,478	116,830	(8.9%)	329,920	331,367	(0.4%)
<i>Domestic</i>	104,689	116,830	(10.4%)	285,094	331,367	(14.0%)
<i>Export</i>	1,790	-	n/m	44,826	-	n/m
Raw NGL						
Production ⁽³⁾⁽⁵⁾	1,332,130	1,224,879	8.8%	3,880,287	3,775,304	2.8%
Production, SIBUR's share⁽⁴⁾	1,330,756	1,223,647	8.8%	3,871,024	3,437,869	12.6%
Fractionation ⁽⁵⁾⁽⁶⁾	(1,945,773)	(1,544,309)	26.0%	(5,726,113)	(4,533,876)	26.3%
Fractionation, SIBUR's share	(1,645,773)	(1,342,059)	22.6%	(4,826,113)	(4,204,696)	14.8%
External sales	84,332	155,244	(45.7%)	134,256	498,385	(73.1%)
<i>Domestic</i>	43,143	86,973	(50.4%)	56,895	300,299	(81.1%)
<i>Export</i>	41,189	68,271	(39.7%)	77,361	198,086	(60.9%)
Other fuels and fuel additives						
Production	48,578	56,345	(13.8%)	161,196	156,258	3.2%
External sales	34,417	38,784	(11.3%)	109,481	116,760	(6.2%)
<i>Domestic</i>	13,491	14,289	(5.6%)	45,917	44,374	3.5%
<i>Export</i>	20,926	24,495	(14.6%)	63,564	72,386	(12.2%)

⁽¹⁾ In tables of this Appendix immaterial deviations in the calculation of percentage changes, subtotals and totals are explained by rounding.

⁽²⁾ Including production volumes under processing arrangements.

⁽³⁾ Including Rosneft's share in production volumes of OOO Yugragazpererabotka for the first quarter of 2014.

⁽⁴⁾ Excluding Rosneft's share in production volumes of OOO Yugragazpererabotka for the first quarter of 2014.

⁽⁵⁾ Following the acquisition of control in OOO Yugragazpererabotka, we changed our approach to the treatment of raw NGL production and fractionation volumes at Nyagan GPP.

⁽⁶⁾ Including fractionation volumes under processing arrangements.

Sales Revenue

<i>RR millions, except as stated</i>	Three months ended		<i>Change,</i> <i>%</i>	Nine months ended		<i>Change,</i> <i>%</i>
	30 September			30 September		
	2015	2014		2015	2014	
LPG	19,627	17,994	9.1%	58,861	57,365	2.6%
<i>Domestic</i>	4,515	3,997	13.0%	11,844	10,300	15.0%
<i>Export</i>	15,112	13,996	8.0%	47,016	47,064	(0.1%)
Natural gas, domestic sales	11,112	9,771	13.7%	31,221	27,361	14.1%
Naphtha	8,108	19,754	(59.0%)	23,177	53,973	(57.1%)
<i>Domestic</i>	698	134	419.4%	1,826	954	91.4%
<i>Export</i>	7,410	19,620	(62.2%)	21,351	53,019	(59.7%)
MTBE	5,773	4,997	15.5%	15,964	13,995	14.1%
<i>Domestic</i>	5,643	4,997	12.9%	13,886	13,995	(0.8%)
<i>Export</i>	130	-	n/m	2,078	-	n/m
Raw NGL	1,342	2,456	(45.4%)	2,244	7,663	(70.7%)
<i>Domestic</i>	597	1,242	(51.9%)	791	4,291	(81.6%)
<i>Export</i>	746	1,215	(38.6%)	1,453	3,372	(56.9%)
Other fuels and fuel additives	957	1,091	(12.3%)	2,909	3,100	(6.2%)
<i>Domestic</i>	269	322	(16.5%)	891	863	3.3%
<i>Export</i>	688	769	(10.5%)	2,018	2,238	(9.8%)
Energy products, total	46,918	56,063	(16.3%)	134,377	163,457	(17.8%)
<i>Domestic</i>	22,833	20,463	11.6%	60,460	57,765	4.7%
<i>Export</i>	24,085	35,600	(32.3%)	73,917	105,692	(30.1%)

Plastics and Organic Synthesis Products

Production and Sales Volumes

<i>Tonnes, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
PET						
Production	72,382	64,006	13.1%	222,173	205,799	8.0%
External sales	74,967	62,904	19.2%	233,193	199,170	17.1%
<i>Domestic</i>	74,353	62,647	18.7%	231,390	198,595	16.5%
<i>Export</i>	614	257	138.5%	1,803	575	213.5%
BOPP-films						
Production	39,707	33,722	17.7%	112,552	90,831	23.9%
External sales	39,576	31,751	24.6%	111,891	86,457	29.4%
<i>Domestic</i>	27,320	22,473	21.6%	72,540	64,245	12.9%
<i>Export</i>	12,256	9,278	32.1%	39,351	22,212	77.2%
Glycols						
Production	63,849	56,603	12.8%	208,298	123,056	69.3%
External sales	38,086	33,122	15.0%	133,986	67,747	97.8%
<i>Domestic</i>	17,659	22,068	(20.0%)	61,608	53,508	15.1%
<i>Export</i>	20,427	11,054	84.8%	72,378	14,239	408.3%
Alcohols (including 2-ethylhexanol)						
Production	33,192	39,483	(15.9%)	119,102	117,937	1.0%
External sales	27,176	32,237	(15.7%)	104,603	102,825	1.7%
<i>Domestic</i>	18,620	21,157	(12.0%)	55,244	56,483	(2.2%)
<i>Export</i>	8,556	11,080	(22.8%)	49,359	46,342	6.5%
Expandable polystyrene						
Production	23,108	24,344	(5.1%)	73,081	71,941	1.6%
External sales	30,413	26,519	14.7%	74,108	74,693	(0.8%)
<i>Domestic</i>	23,092	17,621	31.0%	57,529	51,352	12.0%
<i>Export</i>	7,321	8,898	(17.7%)	16,579	23,341	(29.0%)
Acrylates						
Production	13,295	12,061	10.2%	34,176	32,998	3.6%
External sales	13,016	15,072	(13.6%)	38,023	37,866	0.4%
<i>Domestic</i>	8,003	6,079	31.7%	21,190	17,050	24.3%
<i>Export</i>	5,013	8,993	(44.3%)	16,833	20,816	(19.1%)
Plastic compounds						
Production	-	-	n/m	-	2,658	(100.0%)
External sales	-	-	n/m	-	4,462	(100.0%)
<i>Domestic</i>	-	-	n/m	-	4,327	(100.0%)
<i>Export</i>	-	-	n/m	-	135	(100.0%)
Plastics and Organic Synthesis Products, total						
Production	245,534	230,219	6.7%	769,381	645,219	19.2%
External sales	223,234	201,605	10.7%	695,803	573,220	21.4%
<i>Domestic</i>	169,047	152,046	11.2%	499,500	445,560	12.1%
<i>Export</i>	54,187	49,560	9.3%	196,302	127,659	53.8%

Sales Revenue

<i>RR millions, except as stated</i>	Three months ended		<i>Change,</i> <i>%</i>	Nine months ended		<i>Change,</i> <i>%</i>
	30 September			30 September		
	2015	2014		2015	2014	
PET	4,729	3,164	49.5%	14,614	9,912	47.4%
<i>Domestic</i>	4,689	3,150	48.8%	14,497	9,882	46.7%
<i>Export</i>	40	14	194.6%	117	31	281.3%
BOPP-films	4,652	2,832	64.2%	12,433	7,689	61.7%
<i>Domestic</i>	3,194	2,086	53.1%	8,387	5,896	42.2%
<i>Export</i>	1,458	747	95.3%	4,046	1,793	125.7%
Glycols	2,142	1,368	56.6%	6,586	2,831	132.6%
<i>Domestic</i>	944	903	4.5%	2,904	2,228	30.3%
<i>Export</i>	1,198	465	157.8%	3,682	603	510.9%
Alcohols (including 2-ethylhexanol)	1,358	1,451	(6.4%)	4,812	4,636	3.8%
<i>Domestic</i>	846	937	(9.7%)	2,360	2,545	(7.2%)
<i>Export</i>	513	514	(0.4%)	2,452	2,092	17.2%
Expandable polystyrene	2,642	1,863	41.9%	6,252	5,170	20.9%
<i>Domestic</i>	1,932	1,214	59.2%	4,740	3,516	34.8%
<i>Export</i>	711	649	9.5%	1,512	1,654	(8.6%)
Acrylates	1,172	984	19.2%	3,026	2,609	16.0%
<i>Domestic</i>	744	442	68.5%	1,786	1,275	40.1%
<i>Export</i>	428	542	(21.0%)	1,239	1,334	(7.1%)
Plastic compounds	-	-	<i>n/m</i>	-	164	(100.0%)
<i>Domestic</i>	-	-	<i>n/m</i>	-	161	(100.0%)
<i>Export</i>	-	-	<i>n/m</i>	-	4	(100.0%)
Plastics and Organic Synthesis Products,						
total	16,696	11,661	43.2%	47,723	33,012	44.6%
<i>Domestic</i>	12,348	8,731	41.4%	34,674	25,503	36.0%
<i>Export</i>	4,348	2,930	48.4%	13,049	7,509	73.8%

Basic Polymers

Production and Sales Volumes

<i>Tonnes, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
PP						
Production	75,915	79,383	(4.4%)	361,109	247,625	45.8%
External sales	94,695	93,330	1.5%	339,220	264,170	28.4%
Domestic	69,457	64,509	7.7%	200,891	170,499	17.8%
Export	25,238	28,821	(12.4%)	138,328	93,671	47.7%
PE (LDPE)						
Production	48,417	57,855	(16.3%)	179,627	191,207	(6.1%)
External sales	52,093	62,398	(16.5%)	183,065	196,025	(6.6%)
Domestic	48,834	48,046	1.6%	129,763	125,224	3.6%
Export	3,259	14,352	(77.3%)	53,302	70,801	(24.7%)
Basic Polymers, total						
Production	124,332	137,238	(9.4%)	540,735	438,833	23.2%
External sales	146,789	155,728	(5.7%)	522,285	460,195	13.5%
Domestic	118,291	112,556	5.1%	330,655	295,722	11.8%
Export	28,497	43,172	(34.0%)	191,630	164,473	16.5%

Sales Revenue

<i>RR millions, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
PP	6,924	5,498	25.9%	23,176	14,768	56.9%
Domestic	5,053	3,836	31.7%	13,891	9,630	44.3%
Export	1,871	1,662	12.5%	9,284	5,138	80.7%
PE (LDPE)	4,301	3,942	9.1%	13,530	11,368	19.0%
Domestic	4,018	3,046	31.9%	9,725	7,305	33.1%
Export	283	896	(68.4%)	3,805	4,062	(6.3%)
Basic Polymers, total	11,225	9,440	18.9%	36,705	26,135	40.4%
Domestic	9,071	6,882	31.8%	23,616	16,935	39.5%
Export	2,154	2,558	(15.8%)	13,089	9,200	42.3%

Synthetic Rubbers

Production and Sales Volumes

<i>Tonnes, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
Commodity rubbers						
Production	47,566	50,666	(6.1%)	189,354	162,796	16.3%
External sales	58,588	56,459	3.8%	191,048	166,868	14.5%
<i>Domestic</i>	20,090	24,820	(19.1%)	66,515	70,213	(5.3%)
<i>Export</i>	38,498	31,639	21.7%	124,533	96,655	28.8%
Specialty rubbers						
Production	21,120	22,309	(5.3%)	71,765	65,940	8.8%
External sales	22,459	22,504	(0.2%)	72,147	69,019	4.5%
<i>Domestic</i>	2,569	2,969	(13.5%)	7,453	8,790	(15.2%)
<i>Export</i>	19,891	19,535	1.8%	64,694	60,229	7.4%
Thermoplastic elastomers						
Production	16,007	6,399	150.1%	44,978	34,463	30.5%
External sales	19,281	9,680	99.2%	49,609	31,038	59.8%
<i>Domestic</i>	9,467	5,707	65.9%	23,301	17,758	31.2%
<i>Export</i>	9,814	3,974	147.0%	26,308	13,281	98.1%
Synthetic Rubbers, total						
Production	84,693	79,374	6.7%	306,098	263,199	16.3%
External sales	100,328	88,644	13.2%	312,804	266,925	17.2%
<i>Domestic</i>	32,125	33,496	(4.1%)	97,269	96,760	0.5%
<i>Export</i>	68,202	55,148	23.7%	215,535	170,165	26.7%

Sales Revenue

<i>RR millions, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
Commodity rubbers						
Production	4,971	4,028	23.4%	15,130	11,889	27.3%
<i>Domestic</i>	1,624	1,754	(7.4%)	5,171	5,006	3.3%
<i>Export</i>	3,347	2,274	47.2%	9,958	6,883	44.7%
Specialty rubbers						
Production	2,215	1,752	26.4%	6,814	5,548	22.8%
<i>Domestic</i>	277	263	5.2%	784	768	2.0%
<i>Export</i>	1,938	1,489	30.1%	6,031	4,780	26.2%
Thermoplastic elastomers						
Production	1,961	855	129.3%	4,629	2,687	72.3%
<i>Domestic</i>	980	524	87.2%	2,331	1,551	50.3%
<i>Export</i>	981	332	195.7%	2,298	1,136	102.3%
Synthetic Rubbers, total						
Production	9,147	6,636	37.8%	26,573	20,124	32.0%
<i>Domestic</i>	2,881	2,540	13.4%	8,286	7,326	13.1%
<i>Export</i>	6,266	4,096	53.0%	18,287	12,799	42.9%

Intermediates and Other Chemicals

Production and Sales Volumes

<i>Tonnes, except as stated</i>	Three months ended 30 September		Change, %	Nine months ended 30 September		Change, %
	2015	2014		2015	2014	
Benzene						
Production	38,975	36,234	7.6%	113,869	88,146	29.2%
External sales	23,118	13,044	77.2%	51,262	23,603	117.2%
<i>Domestic</i>	23,118	13,044	77.2%	51,262	23,603	117.2%
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>
Styrene						
Production	36,036	38,639	(6.7%)	126,860	128,300	(1.1%)
External sales	10,567	13,892	(23.9%)	34,886	43,094	(19.0%)
<i>Domestic</i>	10,312	11,919	(13.5%)	31,918	39,858	(19.9%)
<i>Export</i>	255	1,973	(87.1%)	2,968	3,236	(8.3%)
Terephthalic acid						
Production	68,185	53,777	26.8%	200,199	185,860	7.7%
External sales	4,095	9,578	(57.2%)	9,536	32,028	(70.2%)
<i>Domestic</i>	3,098	3,254	(4.8%)	7,142	17,743	(59.7%)
<i>Export</i>	998	6,324	(84.2%)	2,394	14,284	(83.2%)
Propylene						
Production	114,682	142,787	(19.7%)	522,297	395,180	32.2%
External sales	16,819	7,874	113.6%	65,681	14,994	338.1%
<i>Domestic</i>	3,928	4,852	(19.1%)	16,976	9,029	88.0%
<i>Export</i>	12,891	3,022	326.6%	48,705	5,965	716.5%
Ethylene oxide						
Production	63,108	60,091	5.0%	208,975	126,813	64.8%
External sales	17,320	18,366	(5.7%)	58,802	39,857	47.5%
<i>Domestic</i>	14,216	15,619	(9.0%)	48,350	33,143	45.9%
<i>Export</i>	3,104	2,747	13.0%	10,452	6,714	55.7%
Butadiene						
Production	52,167	37,419	39.4%	173,447	143,416	20.9%
External sales	666	458	45.3%	1,469	1,450	1.3%
<i>Domestic</i>	666	458	45.3%	1,469	1,450	1.3%
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>
Isoprene						
Production	11,361	19,644	(42.2%)	49,882	50,027	(0.3%)
External sales	1,096	1,688	(35.1%)	3,851	7,869	(51.1%)
<i>Domestic</i>	-	43	(100.0%)	121	118	2.3%
<i>Export</i>	1,096	1,645	(33.4%)	3,730	7,751	(51.9%)
Isobutylene						
Production	28,055	42,236	(33.6%)	108,599	116,798	(7.0%)
External sales	1,993	988	101.8%	5,925	4,889	21.2%
<i>Domestic</i>	1,993	988	101.8%	5,925	4,889	21.2%
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>

<i>Tonnes, except as stated</i>	Three months ended		<i>Change,</i> <i>%</i>	Nine months ended		<i>Change,</i> <i>%</i>
	30 September			30 September		
	2015	2014		2015	2014	
Ethylene						
Production	138,119	124,999	10.5%	470,595	350,060	34.4%
External sales	28,863	4,119	600.8%	79,721	4,119	n/m
<i>Domestic</i>	28,863	4,119	600.8%	79,721	4,119	n/m
<i>Export</i>	-	-	n/m	-	-	n/m
Other intermediates						
Production	286,588	302,496	(5.3%)	916,501	893,873	2.5%
External sales	18,245	21,859	(16.5%)	55,253	55,233	0.0%
<i>Domestic</i>	14,045	17,122	(18.0%)	38,213	36,078	5.9%
<i>Export</i>	4,200	4,737	(11.3%)	17,040	19,155	(11.0%)
Other chemicals						
Production	180,909	179,381	0.9%	594,470	504,805	17.8%
External sales	15,655	21,602	(27.5%)	53,153	63,660	(16.5%)
<i>Domestic</i>	14,103	20,477	(31.1%)	46,587	61,557	(24.3%)
<i>Export</i>	1,552	1,125	37.9%	6,566	2,103	212.2%
Intermediate and other chemicals, total						
Production	1,018,185	1,037,704	(1.9%)	3,485,694	2,983,277	16.8%
External sales	138,437	113,468	22.0%	419,538	290,796	44.3%
<i>Domestic</i>	114,341	91,894	24.4%	327,684	231,587	41.5%
<i>Export</i>	24,096	21,573	11.7%	91,855	59,208	55.1%

Sales Revenue

<i>RR millions, except as stated</i>	Three months ended 30 September			<i>Change, %</i>	Nine months ended 30 September			<i>Change, %</i>
	2015	2014			2015	2014		
Benzene	851	575	48.1%	1,869	974	92.0%		
<i>Domestic</i>	851	575	48.1%	1,869	974	92.0%		
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>		
Styrene	785	739	6.3%	2,338	2,261	3.4%		
<i>Domestic</i>	763	626	21.9%	2,137	2,070	3.2%		
<i>Export</i>	22	113	(80.3%)	201	191	5.2%		
Terephthalic acid	172	335	(48.8%)	394	1,103	(64.3%)		
<i>Domestic</i>	130	101	28.0%	295	580	(49.2%)		
<i>Export</i>	42	233	(82.1%)	99	523	(81.0%)		
Propylene	864	318	171.8%	2,968	627	373.6%		
<i>Domestic</i>	133	168	(20.5%)	598	335	78.6%		
<i>Export</i>	730	150	386.7%	2,370	292	712.2%		
Ethylene oxide	934	757	23.4%	2,894	1,700	70.3%		
<i>Domestic</i>	727	625	16.3%	2,307	1,367	68.7%		
<i>Export</i>	207	131	57.3%	587	332	76.8%		
Butadiene	38	25	55.3%	79	80	(0.1%)		
<i>Domestic</i>	38	25	55.3%	79	80	(0.1%)		
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>		
Isoprene	119	126	(5.9%)	393	638	(38.5%)		
<i>Domestic</i>	-	4	(100.0%)	11	10	2.6%		
<i>Export</i>	119	123	(3.0%)	382	628	(39.1%)		
Isobutylene	149	65	127.9%	432	320	35.1%		
<i>Domestic</i>	149	65	127.9%	432	320	35.1%		
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>		
Ethylene	953	123	672.2%	2,715	123	<i>n/m</i>		
<i>Domestic</i>	953	123	672.2%	2,715	123	<i>n/m</i>		
<i>Export</i>	-	-	<i>n/m</i>	-	-	<i>n/m</i>		
Other intermediates	419	578	(27.4%)	1,285	1,621	(20.7%)		
<i>Domestic</i>	304	450	(32.5%)	851	1,191	(28.5%)		
<i>Export</i>	116	127	(9.2%)	434	431	0.9%		
Other chemicals	1,535	1,542	(0.5%)	4,359	4,132	5.5%		
<i>Domestic</i>	1,389	1,458	(4.7%)	4,013	3,974	1.0%		
<i>Export</i>	146	84	73.2%	347	158	119.4%		
Intermediate and other chemicals, total	6,819	5,182	31.6%	19,727	13,578	45.3%		
<i>Domestic</i>	5,437	4,221	28.8%	15,306	11,023	38.9%		
<i>Export</i>	1,381	962	43.6%	4,420	2,554	73.0%		

Other Revenue

<i>RR millions, except as stated</i>	Three months ended 30 September			<i>Change, %</i>	Nine months ended 30 September			<i>Change, %</i>	
	2015	<i>% of other revenue</i>	2014		<i>% of other revenue</i>	2015	<i>% of other revenue</i>		2014
Sales of processing services	307	7.1%	188	62.8%	935	8.2%	784	10.4%	19.2%
Trading and other sales	4,022	92.9%	2,969	35.5%	10,492	91.8%	6,761	89.6%	55.2%
Other revenue	4,329	100.0%	3,157	37.1%	11,426	100.0%	7,545	100.0%	51.4%

Feedstock Purchasing Volumes

<i>Tonnes, except as stated</i>	Three months ended			Nine months ended		
	30 September		Change, %	30 September		Change, %
	2015	2014		2015	2014	
APG (thousand cubic metres)	5,302,532	5,005,764	5.9%	15,603,020	13,947,193	11.9%
NGLs	703,224	509,787	37.9%	1,991,653	1,940,271	2.6%
Paraxylene	50,162	39,325	27.6%	137,561	126,693	8.6%
Polypropylene	7,382	33,383	(77.9%)	21,076	81,039	(74.0%)

Debt Portfolio Structure

<i>RR millions, except as stated</i>	Currency	Due	As of 30 September 2015	As of 30 June 2015	As of 31 December 2014
<u>Variable rate loans</u>					
Vnesheconombank	USD	2013-2023	28,334	24,874	26,822
UniCredit Bank	USD, EUR	2013-2019	17,499	17,511	17,900
Promsvyazbank	USD	2017	16,541	13,861	14,041
ING Bank Group	USD, EUR	2008-2021	11,578	9,934	5,065
Deutsche Bank	EUR	2015-2023	11,272	8,274	2,120
Rosbank	USD	2017	9,906	-	-
RaiffeisenBank	USD	2015-2017	9,890	16,605	16,812
Nordea Bank	USD	2015-2016	7,948	8,884	11,252
Alfa-Bank	USD	2016	3,974	3,331	3,376
Citibank	USD	2013-2023	2,746	2,280	2,449
<u>Fixed rate loans</u>					
Eurobonds	USD	2018	66,154	55,433	56,150
Sberbank of Russia	RR	2014-2019	57,375	64,085	37,805
Alfa-Bank	USD	2016	33,118	27,762	11,252
NPP Neftekhimia	RR	2015	1,340	750	800
Mezhregiongaz	RR	2011-2014	467	452	425
Other	USD	2031	30	25	25
Total debt			278,174	254,067	206,294